S 1825-1

STATE OF UTAH

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 1980

SCOTT M. MATHESON
Governor

STATE OF UTAH
DEPARTMENT OF FINANCE
147 STATE CAPITOL
SALT LAKE CITY, UTAH 84114
PHONE (801) 533 5721

D. DALE WILLIAMS
Director of Finance

15 December 1980

The Honorable Scott M. Matheson
Governor, State of Utah
Office of the Governor
BUILDING MAIL

SUBJECT: Annual Financial Report of the State of Utah

Dear Governor Matheson:

I am forwarding to you the Annual Financial Report of the State of Utah for the fiscal year ended June 30, 1980. This report presents in summary form the financial position and account group of the State as well as the result of operation for the fiscal year ending June 30, 1980.

We have made some very significant improvements in the financial report, as well as accounting policies of State government. These improvements were made to assist you and others in analyzing the use of the State's resources as well as to make the financial report more closely comply with generally accepted accounting principles. We believe that full compliance with GAAP is possible.

Some states have spent millions of dollars to make their financial reports comply with generally accepted accounting principles. However, we believe that we must work within the constraints that the funds allow and attempt to achieve compliance with the principles without a single large expenditure of State funds.

We will continue to improve the operations of the Department of Finance, and wherever possible will comply with the generally accepted accounting principles. Until such time as we are in full compliance, we will have to accept many of the exceptions listed in the State Auditors Report.

We believe that the actions taken this year by the Department of Finance to improve our financial reports should be recognized as a major factor in the State's overall excellent standing with the financial community. We also believe that the steps that have been taken to improve the financial operations of the State are in keeping with the tradition of your administration to carry out responsible fiscal management.

Sincerely,

D. Dale Williams
Director

STATE OF UTAH
COMBINED FINANCIAL STATEMENTS AND
SUPPLEMENTARY FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1980

TABLE OF CONTENTS

	PAGE
GENERAL PURPOSE COMBINED FINANCIAL STATEMENTS	
Combined Balance Sheet - All Fund Types and General Long-term Debt Account Group	1
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	3
Combined Statement of Revenues - Budget and Actual - General Fund, Uniform School Fund and Transportation Fund	5
Combined Statement of Expenditures - Budget and Actual - General Fund, Uniform School Fund and Transportation Fund	6
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balances - Liquor Control Fund and Internal Service Fund	15
Combined Statement of Changes in Financial Position - Liquor Control Fund and Internal Service Funds	17
Notes to Financial Statements	18
REPORT OF THE STATE AUDITOR	i
SUPPLEMENTARY FINANCIAL STATEMENTS	
Supplementary Statement I - Internal Service Funds Combining Balance Sheet	35
Supplementary Statement II - Internal Service Funds Combining Statement of Revenues, Expenditures and Changes in Retained Earnings	40
Supplementary Statement III - Trust and Agency Funds - Statement of Changes in Fund Balances	45

STATE OF UTAH
ALL FUND TYPES AND GENERAL
LONGTERM DEBT ACCOUNT GROUP
COMBINED BALANCE SHEET
JUNE 30, 1980
(Expressed in Thousands)

	GENERAL FUND	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS
		UNIFORM SCHOOL FUND	TRANSPORTATION FUND (Note B)	
ASSETS				
Equity in Investment Pool (Note C)	$ 46,663	$ (152)	$ 1,251	$ 42,143
Temporary Investments (Note C)	-	-	2,727	-
Deposits	-	-	-	-
Receivables (Note B)				
Accounts	27,767	3,921	8,226	5,866
Notes	-	1,000	-	-
Accrued Interest	3,770	-	-	713
Unbilled	-	-	24,563	-
Due from (to) Other Funds	(496)	223	(71)	(107)
Inventories	-	-	12,448	-
Prepaid Expenses	-	-	-	-
Deferred Charges	-	-	2,046	-
Land	-	-	-	-
Buildings & Improvements	-	-	20,102	-
Machinery and Equipment (Note B)	-	-	37,081	-
Accumulated Depreciation	-	-	(17,782)	-
Amount Available in Debt Service Fund	-	-	-	-
Amount to be Provided for Payment of Serial Bonds:				
1975 Building Issue	-	-	-	-
1978 Building Issue	-	-	-	-
1978 Water Issue	-	-	-	-
TOTAL ASSETS	$ 77,704	$ 4,992	$ 90,591	$ 48,615

DEBT SERVICE	PROPRIETARY FUNDS		FIDUCIARY FUND	ACCOUNT GROUP	TOTAL (MEMORANDUM ONLY)
	ENTERPRISE LIQUOR CONTROL FUND (Note B)	INTERNAL SERVICE FUND (See Supp. Stmt. I)	TRUST AND AGENCY	GENERAL LONG TERM DEBT	
$ 22,705	$ 1,301	$ (2,850)	$ 21,675	$ -	$ 132,736
-	-	-	-	-	2,727
-	108	-	-	-	108
-	118	719	-	-	46,617
-	-	-	-	-	1,000
282	-	-	-	-	4,765
-	-	-	-	-	24,563
-	(1,645)	2,109	(13)	-	-0-
-	8,216	1,208	-	-	21,872
-	5	106	-	-	111
-	-	-	-	-	2,046
-	278	-	-	-	278
-	1,142	959	-	-	22,203
-	675	11,838	-	-	49,594
-	(597)	(3,883)	-	-	(22,262)
-	-	-	-	1,834	1,834
-	-	-	-	63,259	63,259
-	-	-	-	23,397	23,397
-	-	-	-	25,000	25,000
$ 22,987	$ 9,601	$ 10,206	$ 21,662	$ 113,490	$ 399,848

The accompanying notes are an integral part of the financial statements.

STATE OF UTAH
ALL FUND TYPES AND GENERAL
LONGTERM DEBT ACCOUNT GROUP
COMBINED BALANCE SHEET
JUNE 30, 1980
(Expressed in Thousands)

	GENERAL FUND	SPECIAL REVENUE FUNDS		CAPITAL PROJECTS
		UNIFORM SCHOOL FUND	TRANSPORTATION FUND (Note B)	
LIABILITIES AND FUND EQUITY				
Liabilities:				
Vouchers Payable	$ 31,257	$ 5,882	$ 31,364	$ -
Contracts Payable	-	-	587	8,160
Accrued Payroll	6,571	619	1,706	5
Deferred Revenue (Note B)	4,556	-	2,639	-
Notes Payable (Note D)	-	-	-	-
Bonds Payable (Note D)	-	-	-	-
Total Liabilities	42,384	6,501	36,296	8,165
Investment in General Fixed Assets	-	-	39,401	-
Fund Equity: (Note E)				
Contributed Capital	-	-	-	-
Working Capital	-	-	-	-
Retained Earnings (Note B)	-	-	-	-
Fund Balances:				
Reserved for Planning	-	-	-	14
Reserved for Inventory	-	-	12,448	-
Reserved for Wire Estate	-	-	85	-
Reserved for Encumbrances (Note E-1-c)	498	-	-	18,530
Reserved for Unrecovered Costs (Note E-3)	-	-	2,046	-
Restricted by State Law (Note E-1-a & E-2)	13,925	9,169	1,617	-
Reserved for Appropriated Water Projects	-	-	-	-
Reserved for School Bldg Loans (Note B)	-	1,000	-	-
Reserved for Liquor Warehouse Loans (Note B)	670	-	-	-
Restricted Other	565	-	-	-
Appropriation Line Item Deficits Carry Forward (Note E-1-b)	(1021)	-	-	-
Deposits Held in Custody For Others (See Supplementary Stmt. III)	-	-	-	-
Unreserved:				
Designated for 1975 Bldg Bond	-	-	-	-
Designated for 1978 Bldg Bond	-	-	-	-
Designated for Construction	328	-	-	21,906
Surplus (Deficit)	20,355	(11,678)	(1,302)	-
Total Fund Equity	35,320	(1,509)	14,894	40,450
TOTAL LIABILITIES & FUND EQUITY	$ 77,704	$ 4,992	$ 90,591	$ 48,615

DEBT SERVICE	PROPRIETARY FUNDS		FIDUCIARY FUND	ACCOUNT GROUP	TOTAL
	ENTERPRISE LIQUOR CONTROL FUND (Note B)	INTERNAL SERVICE FUND (See Supp. Stmt. I)	TRUST AND AGENCY	GENERAL LONG TERM DEBT	(MEMORANDUM ONLY)
$ -	$ 4,447	$ 2,820	$ 6,088	$ -	$ 81,858
-	-	1,054	-	-	9,801
-	134	313	-	-	9,348
-	81	271	-	-	7,547
-	126	-	-	-	126
-	-	-	-	113,490	113,490
-	4,788	4,458	6,088	113,490	222,170
-	-	-	-	-	39,401
-	278	-	-	-	278
-	3,500	473	-	-	3,973
-	1,035	5,275	-	-	6,310
-	-	-	-	-	14
-	-	-	-	-	12,448
-	-	-	-	-	85
-	-	-	-	-	19,028
-	-	-	-	-	2,046
-	-	-	-	-	24,711
21,153	-	-	-	-	21,153
-	-	-	-	-	1,000
-	-	-	-	-	670
-	-	-	-	-	565
-	-	-	-	-	(1,021)
-	-	-	15,574	-	15,574
116	-	-	-	-	116
1,718	-	-	-	-	1,718
-	-	-	-	-	22,234
-	-	-	-	-	7,375
22,987	4,813	5,748	15,574	-	138,277
$ 22,987	$ 9,601	$ 10,206	$ 21,662	$ 113,490	$ 399,848

The accompanying notes are an integral part of the financial statements.

STATE OF UTAH
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

	GOVERNMENTAL FUND TYPES					TOTALS (MEMORANDUM ONLY)
		SPECIAL REVENUE				
	GENERAL FUND	UNIFORM SCHOOL FUND	TRANSPORTATION FUND	CAPITAL PROJECTS	DEBT SERVICE	
REVENUES:						
Unrestricted Free:						
Sales Tax	$ 321,089	$ -	$ -	$ -	$ -	$ 321,089
Individual Income Tax	-	265,328	-	-	-	265,328
Corporation Franchise Tax	-	40,377	-	-	-	40,377
Motor & Special Fuel Tax	-	-	70,921	-	-	70,921
Licenses, Fees and Permits	8,084	-	18,873	-	-	26,957
Liquor Control Profits (Note B)	15,054	-	-	-	-	15,054
Fed Rev Sharing/Local School Dist (Note J)	-	14,045	-	-	-	14,045
Interest On Investments (Note B)	22,370	11,137	-	-	2,229	35,736
Miscellaneous Taxes and Other	39,539	2,292	-	-	-	41,831
Taxpayer Rebates	(47,707)	-	-	-	-	(47,707)
Total Unrestricted	358,429	333,179	89,794	-0-	2,229	783,631
Restricted:						
Federal Contract and Grants	208,291	48,947	133,347	-	-	390,585
Departmental Collections (Note B)	22,848	744	5,971	-	-	29,563
Higher Ed/Pub. Ed Dedicated Credits	35,468	252	-	-	-	35,720
Aeronautics Fund	37,798	7,895	4,205	-	-	49,898
Intergovernmental Revenues	-	-	-	20,765	-	20,765
Total Restricted	304,405	57,838	143,523	20,765	-0-	526,531
TOTAL REVENUES	662,834	391,017	233,317	20,765	2,229	1,310,162
EXPENDITURES:						
Current						
General Government	$ 82,394	$ -	$ -	$ -	$ -	82,394
Business, Labor, Agriculture	13,022	-	-	-	-	13,022
Community and Economic Development	18,088	-	-	-	-	18,088
Higher Education	185,024	-	-	-	-	185,024
Natural Resources	37,808	-	-	-	-	37,808
Social Services	276,837	-	-	-	-	276,837
Public Education	-	404,060	-	-	-	404,060
Transportation & Public Safety	25,249	-	222,703	-	-	247,952
Capital Outlay	-	-	-	78,426	-	78,426
Debt Service						
Principal Retirement	-	-	-	-	11,625	11,625
Interest Charges	-	-	-	-	6,384	6,384
TOTAL EXPENDITURES	638,422	404,060	222,703	78,426	18,009	1,361,620
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	$ 24,412	$ (13,043)	$ 10,614	$(57,661)	$(15,780)	$ (51,458)

The accompanying notes are an integral part of the financial statements.

STATE OF UTAH
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

	GOVERNMENTAL FUND TYPES					TOTALS (MEMORANDUM ONLY)
		SPECIAL REVENUE				
	GENERAL FUND	UNIFORM SCHOOL FUND	TRANSPORTATION FUND	CAPITAL PROJECTS	DEBT SERVICE	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES (Page 3)	$ 24,412	$(13,043)	$ 10,614	$(57,661)	$(15,780)	$ (51,458)
OTHER FINANCING SOURCES (USES):						
Proceeds of Bonds	-	-	-	-	47,662	47,662
Appropriated Transfers In	30,149	13,645	2,959	32,011	17,071	95,835
Appropriated Transfers (Out)	(61,341)	(10,436)	(19,300)	(67)	(26,509)	(117,653)
TOTAL OTHER FINANCING SOURCES (USES):	(31,192)	3,209	(16,341)	31,944	38,224	25,844
EXCESS REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES:	(6,780)	(9,834)	(5,727)	(25,717)	22,444	(25,614)
Fund Balances June 30, 1979	41,485	7,500	20,530	63,984	3,225	136,724
Adjustments Beginning Fund Balance (Note B)	615	825	91	2,183	(2,682)	1,032
Fund Balance June 30, 1979, as adjusted	42,100	8,325	20,621	66,167	543	137,756
Fund Balance June 30, 1980	$ 35,320	$ (1,509)	$ 14,894	$ 40,450	$ 22,987	$ 112,142

The accompanying notes are an integral part of the financial statements.

STATE OF UTAH
COMBINED STATEMENT OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

	GENERAL FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Unrestricted Free:			
Sales Tax	$ 341,946	$ 321,089	$(20,857)
Individual Income Tax	-	-	-
Coporation Franchise Tax	-	-	-
Motor Fuel Tax	-	-	-
Special Fuel Tax	-	-	-
Licenses Fees and Permits:			
Contractor License Fees	503	620	117
Prof. & Occupational Reg. Fees	648	689	41
Public Service Commission Fees	1,560	997	(563)
Fees of State Officials	3,834	4,655	821
Motor Vehicle Registration	-	-	-
Proportional Registration Fees	-	-	-
Temporary Permits	-	-	-
Highway Use	-	-	-
Drivers License	-	-	-
Motor Vehicle Control Fees	-	-	-
Miscellaneous	1,116	1,123	7
Liquor Control Profits (Note B)	14,000	15,054	1,054
Fed Rev Sharing/Local School Dist (Note J)	-	-	-
Interest on Lands and Investments (Note B)	10,500	22,370	11,870
Miscellaneous Taxes and Other:			
Beer Taxes	2,300	2,174	(126)
Cigarette and Tobacco Taxes	9,999	10,224	225
Inheritance Taxes	700	1,696	996
Insurance Premium Taxes	15,500	14,718	(782)
Mine Occupation Taxes	9,500	9,821	321
Oil & Gas Conservation TAxes	-0-	763	763
Other	868	143	(725)
Taxpayer Rebates	-0-	(47,707)	(47,707)
Total Unrestricted Free Revenue	412,974	358,429	(54,545)
Restricted:			
Federal Contracts and Grants	215,947	208,291	(7,656)
Departmental Collections	21,360	22,848	1,488
Higher Ed/Pub. Ed Dedicated Credits	39,394	35,468	(3,926)
Miscellaneous			
School Lunch Tax	-	-	-
Drivers Education Tax	-	-	-
Aeronautics Fund	-	-	-
Other	21,657	37,798	16,141
Total Restricted Revenue	298,358	304,405	6,047
TOTAL REVENUE	$ 711,332	$ 662,834	$(48,498)

SPECIAL REVENUE FUNDS					
UNIFORM SCHOOL FUND			TRANSPORTATION FUND		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
$ -	$ -	$ -	$ -	$ -	$ -
280,366	265,328	(15,038)	-	-	-
35,000	40,377	5,377	-	-	-
-	-	-	68,995	60,451	(8,544)
-	-	-	10,900	10,470	(430)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	11,050	10,356	(694)
-	-	-	3,000	2,498	(502)
-	-	-	800	887	87
-	-	-	1,600	1,374	(226)
-	-	-	2,000	2,014	14
-	-	-	580	461	(119)
-	1	1	1,150	1,283	133
-	-	-	-	-	-
14,500	14,045	(455)	-	-	-
8,600	11,137	2,537	2,000	-	(2,000)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,200	2,291	91	-	-	-
-	-	-	-	-	-
340,666	333,179	(7,487)	102,075	89,794	(12,281)
41,982	48,947	6,965	83,811	133,347	49,536
590	744	154	4,545	5,971	1,426
642	252	(390)	-	-	-
3,397	4,530	1,133	-	-	-
1,710	1,911	201	-	-	-
-	-	-	3,405	4,205	800
9,023	1,454	(7,569)	-	-	-
57,344	57,838	494	91,761	143,523	51,762
$ 398,010	$ 391,017	$ (6,993)	$ 193,836	$ 233,317	$ 39,481

The accompanying notes are an integral part of the financial statements.

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	GENERAL GOVERNMENT					
	LEGISLATURE					
001	Legislature - Senate	$ 296	$ (10)	$ 286	$ 265	$ 21
002	Legislature - House	523	(16)	507	354	153
003	Legislature - Printing	175	(6)	169	141	28
004	Legislative Research	837	(20)	817	520	297
005	Leg. Fiscal Analyst	594	(22)	572	563	9
006	Leg. Auditor General	705	(25)	680	600	80
007	Leg. General Counsel	509	(17)	492	375	117
008	Legislature - Dues N.C.S.L.	30	(1)	29	22	7
009	Legislature - Dues C.S.G.	28	(1)	27	28	(1)
010	Constitutional Revision Comm.	45	(1)	44	38	6
	TOTAL LEGISLATURE	3,742	(119)	3,623	2,906	717
	EXECUTIVE AND JUDICIAL					
011	Office of Governor	378	(15)	363	361	2
012	Governor-Emergency and Contingency for State Gov't.	-	-	shown in other line items		-
013	Governor - State House Fellows	57	(2)	55	45	10
014	Lt. Gov./Sec. of State	669	(26)	643	641	2
015	Lt. Gov. - Daughters of Utah Pioneers Relic Maintenance	3	-	3	3	-0-
016	Attorney General	2,626	(83)	2,543	2,549	(6)
017	A.G. - Antitrust Division	165	-	165	165	-0-
018	A.G. - Contractual Atty. Fees	56	(2)	54	54	-0-
019	A.G. Commission on Uniform Laws	6	-	6	6	-0-
-	A.G. Discretionary Fund	21	-	21	4	17
020	State Auditor	1,243	(45)	1,198	1,175	23
021	Auditor - Contractual Audits	78	(4)	74	73	1
022	Auditor - City & County Liquor	2,000	-	2,000	1,920	80
023	Treasurer-Treasury & Investments	213	(9)	204	209	(5)
024	Treasurer - Unclaimed Property	85	(2)	83	81	2
025	Supreme Court - Administration	903	(36)	867	857	10
026	Supreme Ct. - State Law Library	17	-	17	4	13
027	Trial Courts - Court Admin.	440	(14)	426	422	4
028	Trial Courts - District Courts	2,134	(35)	2,099	2,030	69
029	Trial Cts. - Juror & Witness Fees	203	(31)	172	234	(62)
030	Trial Courts - Circuit Courts	2,026	(25)	2,001	2,045	(44)
031	Trial Courts - State Prosecutors Emergency Fund	55	(25)	30	30	-0-
032	Juvenile Courts	4,421	(174)	4,247	4,250	(3)
	TOTAL EXECUTIVE & JUDICIAL	17,979	(528)	17,271	17,158	113

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	GENERAL GOVERNMENT (cont.)					
	GOVERNMENT OPERATIONS					
064	Comm. on Exec. Reorganization	100	(4)	96	92	4
065	Finance - General Administration	2,112	(81)	2,031	2,031	-0-
066	Finance - Extraditions	80	(3)	77	112	(35)
067	Fin.-Printing Equipment Purchase	75	(3)	72	72	-0-
068	Utah Athletic Commission	1	-	1	1	-0-
069	Abstract Commission	2	-	2	2	-0-
070	Finance - Unemployment Comp.	480	(19)	461	488	(27)
071	Finance - Archives	915	(37)	878	876	2
072	Finance - State Insurance Fund	1,670	(64)	1,606	1,462	144
073	Finance - Utah Gov't Affiliation	111	(5)	106	106	-0-
074	Pers. Mgt - Equal Emp. Opportun.	95	-	95	95	-0-
075	Pers. Mgt - Intergovernmental Personnel Agency	165	(1)	164	164	-0-
076	Fin. - Local Gov't Rev. Sharing	10	-	10	-0-	10
077	Tax Commission - Administration	9,941	(340)	9,601	9,941	(340)
078	Tax Commission - License Plates	660	-	660	660	-0-
079	Tax Comm - General Data Dev.	355	-	355	355	-0-
080	Tax Comm. - Motor Veh. Bus. Adm.	412	(17)	395	395	-0-
081	Tax Comm. - Inheritance Tax Appraisers' Fees	2	(2)	-0-	-0-	-0-
082	Tax Comm. - Local Valuations	3,646	(133)	3,513	3,513	-0-
083	Tax Comm. - Local Valuations - Uniform Plats and Maps	250	(10)	240	240	-0-
084	Tax Comm. - Local Valuations - Data Development & Hardware	150	(6)	144	144	-0-
085	Tax Comm. - Personal Prop. Div.	425	(13)	412	408	4
086	Tax - Multi-State Tax Compact	44	-	44	44	-0-
-	Tax Comm. - Local Valuation Revolving Fund	166	-	166	-	166
-	Tax Comm. - IPP Task Force	5	-	5	1	4
087	Building Board - Administration	1,389	(56)	1,333	1,204	129
088	Bldg Board - Energy Conservation	18	-	18	19	(1)
089	Bldg Bd. - Buildings & Grounds	1,441	(57)	1,384	1,451	(67)
090	State Bldg. Ownership Authority	6	-	6	6	-
091	Planning Coordinator - Office of Policy Planning Coordination	875	(14)	861	860	1
092	Planning Coorinator - Council on Science and Technology	103	(19)	84	84	-0-
093	Planning Coor. - Energy Council	2,697	(10)	2,687	2,469	218
094	Plan. Coor. - Labor & Training	30,394	-	30,394	30,385	9
-	Planning Coor. - Model Procurement	5	-	5	5	-0-
SB-81	Plan.Coor.- Tar Sands Pilot Plant	500	-	500	4	496

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	GENERAL GOVERNMENT (cont.)					
	GOVERNMENT OPERATIONS (cont.)					
095	State Fire Marshal	$ 219	$ (8)	$ 211	$ 210	$ 1
096	Systems Planning - Admin.	393	(16)	377	345	32
097	Retirement Board - Admin.	1,341	-	1,341	1,330	11
098	Ret. Bd. - Data Dev. & Hardware	180	-	180	180	-0-
099	Ret. Bd. - Group Insurance	438	-	438	431	7
100	Ret. Bd. - Leg. & Gov's Pension	234	-	234	234	-0-
101	Ret. Bd. - Ret. Assist. Programs	2,146	(95)	2,051	1,911	140
	TOTAL GOVERNMENT OPERATIONS	64,251	(1,013)	63,238	62,330	908
	TOTAL GENERAL GOVERNMENT	$85,972	$(1,660)	$84,132	$82,394	$1,738
	BUSINESS, LABOR, & AGRICULTURE					
033	Business Regulations	$ 3,119	$(102)	$ 3,017	$ 2,981	$ 36
034	Business Regulations - Comm. on Consumer Services	108	(4)	104	104	-0-
035	Business Regulations	351	(7)	344	274	70
-	Business Reg. - Div. of Public Utilities	290	-	290	290	-0-
036	Financial Institutions	846	-	846	814	32
038	Industrial Commission	2,551	(58)	2,493	2,342	151
039	Apprenticeship Council	134	(5)	179	162	17
040	Insurance Department	1,033	(41)	992	987	5
041	Citizens Council on Liquor Cont.	7	-	7	2	5
042	Dept. of Agriculture	3,542	(129)	3,413	3,260	153
043	Agriculture - Brand Inspection	334	-	334	368	(34)
044	Agri. - T.B. and Bangs Control	10	-	10	4	6
045	Agri. & Wildlife Damage Prevent.	438	-	438	454	(16)
046	Agri. - Beef & Sheep Promotion and Turkey Marketing	94	-	94	101	(7)
047	Agri. - Utah Rural Rehab.	22	-	22	25	(3)
048	Agri. - Animal Industry	51	-	51	38	13
049	Agri. - Plant Industry	205	(1)	204	198	6
050	Agri. Rangeland Dev. Loan Fund	618	-	618	618	-0-
	TOTAL BUSINESS LABOR & AGRI.	$13,803	$(347)	$13,456	$13,022	$434

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	COMMUNITY AND ECONOMIC DEVELOPMENT					
051	Dept. of Community and Economic Development - Administration	$ 464	$ (12)	$ 452	$ 452	$ -0-
052	CED - Industrial Promotion	801	(30)	771	767	4
053	CED - Travel Development	1,929	(76)	1,853	1,855	(2)
054	CED - Expositions	953	(6)	947	922	25
055	CED - State History	1,907	(27)	1,880	1,870	10
056	CED - Fine Arts	1,655	(43)	1,612	1,612	-0-
057	CED - Indian Affairs Division	81	(2)	79	79	-0-
058	CED - State Library Division	2,602	(61)	2,541	2,541	-0-
059	CED - Comm. Dev. & Assistance	1,262	(11)	1,251	1,251	-0-
060	CED - Community Impact	6,550	-	6,550	2,702	3,848
061	CED - Social & Economic Opport.	3,308	(4)	3,304	3,304	-0-
062	CED - Low Income Housing	765	(20)	745	676	69
063	CED - Minority Community Dev.	58	(1)	57	57	-0-
	TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	$22,335	$(293)	$22,042	$18,088	$3,954
	HIGHER EDUCATION					
113	U of U - Education & General	$71,116	$(1,956)	$69,160	$69,160	$ -0-
114	U of U - Ed. Disadvantaged	474	(21)	453	453	-0-
115	U of U - College of Medicine	6,849	(191)	6,658	6,658	-0-
116	U of U - University Hospital	1,440	(43)	1,397	1,397	-0-
117	U of U - Hosp. Working Capital	733	(189)	544	544	-0-
118	U of U - Ctr. for Economic Dev.	222	(4)	218	218	-0-
119	U of U - Research & Trng Grants	1,401	(54)	1,347	1,347	-0-
120	U of U - Seismograph Stations	123	(4)	119	119	-0-
121	U of U - Museum of Natural Hist.	143	(4)	139	139	-0-
122	U of U - State Arboretum	38	(6)	32	32	-0-
-	U of U Miners Hospital	54	-	54	54	-0-
-	U of U Land Grant Interest	210	-	210	210	-0-
-	U of U Mineral Lease	1,364	-	1,364	1,364	-0-
123	USU - Education & General	33,932	(1,004)	32,928	32,928	-0-
124	USU - Educationally Disadvantaged	73	(2)	71	71	-0-
125	USU - Water Research Lab.	890	(21)	869	869	-0-
126	USU - Research & Trng. Grants	480	(11)	469	469	-0-
127	USU - Ecology Center	364	(9)	355	355	-0-
128	USU - Agri. Experiment Station	3,754	(126)	3,628	3,628	-0-
129	USU - Cooperative Extension Div.	2,862	(110)	2,752	2,752	-0-
130	USU - Uintah Basin	429	(10)	419	419	-0-
131	USU - SE Utah Cont. Ed. Ctr.	257	(6)	251	251	-0-

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	HIGHER EDUCATION (cont.)					
132	USU - Man & His Bread Museum	$ 66	$ (1)	$ 65	$ 65	$-0-
133	USU - Cooperative Master of Education Degree/SUSC	63	(1)	62	62	-0-
-	USU - Land Grant Interest	125	-	125	111	14
-	USU - Mineral Lease	660	-	660	660	-0-
134	Weber - Education & General	21,870	(631)	21,239	21,239	-0-
135	Weber - Ed. Disadvantaged	160	(6)	154	154	-0-
136	Weber - Skills Center North	1,347	(12)	1,335	1,335	-0-
137	Weber - Allied Health	73	(3)	70	70	-0-
138	SUSC - Education & General	6,282	(219)	6,063	6,063	-0-
139	SUSC - Ed. Disadvantaged	38	(1)	37	37	-0-
140	SUSC - Cooperative Master of Education Degree/USU	22	(1)	21	21	-0-
141	Snow College - Education & Gen.	3,361	(127)	3,234	3,234	-0-
142	Snow - Ed. Disadvantaged	25	(1)	24	24	-0-
143	Dixie - Education & General	3,449	(132)	3,317	3,317	-0-
144	Dixie - Ed. Disadvantaged	12	-	12	12	-0-
145	CEU - Education & General	2,509	(110)	2,399	2,399	-0-
146	CEU - Ed. Disadvantaged	51	(2)	49	49	-0-
147	CEU - Prehistoric Museum	30	(2)	28	28	-0-
148	UTC-Provo - Education & General	7,775	(247)	7,528	7,528	-0-
149	UTC-Provo - Ed. Disadvantaged	43	-	43	43	-0-
150	UTC-SL - Education & General	8,835	(295)	8,540	8,540	-0-
151	UTC-SL - Ed. Disadvantaged	52	(3)	49	49	-0-
152	UTC-SL - Skills Center South	1,715	(12)	1,703	1,703	-0-
153	Board of Regents	953	(29)	924	843	81
154	Bd. of Reg. - Student Loans	131	(5)	126	126	-0-
155	Bd. of Reg. - Interstate Coop.	915	(20)	895	895	-0-
156	Bd. of Reg. - Utah Intercollegiate Assembly	2	-0-	2	2	-0-
157	Bd. of Reg. - Coop. Nursing Prog.	581	(18)	563	563	-0-
158	Bd. of Reg. - Zions Park Amphithtr	25	(1)	24	24	-0-
159	Bd. of Reg. - Computer Services and Uniform Accounting	276	(11)	265	265	-0-
160	Bd. of Reg. - Statewide T.V. Admin.	87	(3)	84	64	20
161	Bd. of Reg. - KUED & County Trans.	1,101	(33)	1,068	1,068	-0-
162	Bd. of Reg. - USU Production Center	162	-0-	162	162	-0-
163	Bd. of Reg. - U of U Fifth Pathway	77	(60)	17	17	-0-
-	Bd. of Reg. - 1203 Commission	57	-	57	26	31
-	Bd. of Reg. - Title I Research	208	-	208	119	89
-	Bd. of Reg. - Student Incentive	759	-	759	649	110
-	Bd. of Reg. - E.I.C. Grant	21	-	21	21	-0-
	TOTAL HIGHER EDUCATION	$191,126	$(5,757)	$185,369	$185,024	$345

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	NATURAL RESOURCES					
164	Dept. of Natural Resources	$ 625	$ (4)	$ 621	$ 573	$ 48
165	Nat Res - Bureau of Outdoor Rec.	5,008	-	5,008	5,008	-0-
166	Nat Res - Seismic Safety Council	127	(7)	120	120	-0-
167	Nat Res - Wildlife Resources	10,455	(69)	10,386	9,987	399
168	Nat Res - Wildlife Resources Coop. Environmental Studies	284	-	284	284	-0-
169	Nat Res - Wildlife Res. Hardware Ranch Visitors Center	23	(1)	22	24	(2)
170	Nat Res - Div. of State Lands	971	(28)	943	939	4
171	Nat Res - Forestry & Fire Cont	1,162	(22)	1,140	1,013	127
172	Nat Res - Parks & Recreation	13,343	(164)	13,179	8,288	4,891
173	Nat Res - Water Rights	3,156	(93)	3,063	2,877	186
174	Nat Res - Water Resources	1,628	(55)	1,573	1,573	-0-
175	Nat Res - Water Res Const. Fund	2,341	-	2,341	2,341	-0-
176	Nat Res - Cities Water Loan Fund	1,901	-	1,901	1,901	-0-
177	Nat Res - Oil, Gas & Mining	892	(40)	852	803	49
178	Nat Res - Utah Geo & Min Survey	2,116	(15)	2,101	2,077	24
	TOTAL NATURAL RESOURCES	$44,032	$(498)	$43,534	$37,808	$5,726
	SOCIAL SERVICES					
189	Dept. of Social Services	$ 4,763	$ (135)	$ 4,628	$ 4,567	$ 61
190	S.S. - Community Operations	8,887	(51)	8,836	8,821	15
191	S.S. - Div. of Corrections	18,109	(546)	17,563	17,693	(130)
193	S.S. - Div. of Mental Health	17,791	(498)	17,293	17,130	163
194	S.S. - Div. of Health	23,848	(341)	23,507	23,215	292
195	S.S. - Div of Alcoholism & Drugs	3,123	(83)	3,040	2,986	54
196	S.S. - Public Entitlements	12,616	(220)	12,396	12,208	188
197	S.S. - Public Assistance	48,177	(862)	47,315	47,478	(163)
198	S.S. - Medical Assistance	89,672	(1,169)	88,503	87,480	1,023
199	S.S. - Office of Recovery Serv.	6,707	-	6,707	6,668	39
200	S.S. - Div. of Family Services	30,836	(611)	30,225	29,806	419
201	S.S. - Fam. Serv. - Trng School	14,699	(27)	14,672	14,624	48
202	S.S. - Div. of Aging	4,225	(43)	4,182	4,161	21
	TOTAL SOCIAL SERVICES	$283,453	$(4,586)	$278,867	$276,837	$2,030

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	GENERAL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	DEPARTMENT OF PUBLIC SAFETY					
224	Publ Safety - Commissioner's Off	$ 556	$ (19)	$ 537	$ 530	$ 7
225	Publ Safety - Highway Patrol	13,548	(501)	13,047	12,914	133
226	Publ Safety - Safety Promotion	83	(3)	80	80	-0-
227	Publ Safety Narcotic and Liquor Law Enforcement	952	(28)	924	914	10
228	Publ Safety - Peace Officer Standards and Training	400	(15)	385	385	-0-
229	Publ Safety - Criminal I.D.	839	(29)	810	742	68
230	Publ Safety - Driver License	2,931	(114)	2,817	2,795	22
231	Publ Safety - Fin Responsibility	190	(6)	184	181	3
232	Publ Safety - Highway Safety	1,610	(4)	1,606	1,606	-0-
233	Publ Safety - Utah Council of Criminal Justice Admin	3,262	(8)	3,254	3,270	(16)
234	Publ Safety - Capitol Security	235	(10)	225	225	-0-
235	National Guard	1,186	(34)	1,152	1,116	36
236	Council of Defense	494	(3)	491	491	-0-
	Total Public Safety	$26,286	$(774)	$25,512	$25,249	$263

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	UNIFORM SCHOOL FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	PUBLIC EDUCATION					
180	Board of Education	$ 68,237	$(380)	$ 67,857	$ 65,668	$ 2,189)
181	Bd. for Vocational Education	300	(12)	288	258	30
182	Bd. for Voc Ed - Area Voc. Ctrs	2,294	(91)	2,203	2,203	-0-
183	Bd of Ed - Sch for Deaf & Blind	4,141	(131)	4,010	3,814	196
184	Bd of Ed - Utah Symphony	312	(12)	300	300	-0-
185	Bd of Ed - Ballet West	104	(4)	100	100	-0-
186	Bd. of Ed. - Hansen Planetarium	92	(4)	88	88	-0-
187	Bd of Ed - Utah Opera Company	53	(2)	51	51	-0-
188	Bd of Ed - School Bldg. Program	15,325	-	15,325	14,050	1,275
-	Bd of Ed - Minimum School Prog.	229,304	-	229,304	222,935	6,369
-	Bd of Ed - Voted Leeway	501	-	501	234	267
-	Bd of Ed - Special Purpose Prog.	29,821	-	29,821	29,622	199
-	Bd of Ed - Soc. Security & Ret.	64,731	-	64,731	64,737	(6)
	TOTAL PUBLIC EDUCATION	$415,215	$(636)	$414,579	$404,060	$10,519

STATE OF UTAH
COMBINED STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND, UNIFORM SCHOOL FUND, TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

LINE ITEM #	APPROPRIATION LINE ITEM DESCRIPTION	TRANSPORTATION FUND BUDGET AS APPROP. & AMENDED	GOVERNOR'S 4% REDUCTION	TOTAL BUDGET	ACTUAL EXPEND-ITURES	VARIANCE FAVORABLE (UNFAVORABLE)
	DEPARTMENT OF TRANSPORATION					
203	DOT - District Management	$ 3,115	$ (38)	$ 3,077	$ 2,904	$ 173
204	DOT - Administrative Services	1,349	(54)	1,295	1,234	61
205	DOT - Safety Division	471	(28)	443	488	(45)
206	DOT - Controller	1,489	-	1,489	865	624
207	DOT - Internal Auditor	143	-	143	165	(22)
208	DOT - Planning & Programming	517	(20)	497	427	70
209	DOT - Envnvironmental Council	41	-	41	40	1
210	DOT - Civil Rights	32	(1)	31	30	1
211	DOT - Community Relations	260	(10)	250	208	42
212	DOT - Maintenance Planning	211	-	211	253	(42)
213	DOT - Construction	324	(13)	311	309	2
214	DOT - Right-of-Way	415	(18)	397	546	(149)
215	DOT - Equipment Management	4,697	(29)	4,668	4,486	182
216	DOT - Preconstruction	1,739	(32)	1,707	1,302	405
217	DOT - Land and Buildings	339	(42)	297	397	(100)
218	DOT - Maintenance	21,159	(120)	21,039	23,483	(2,444)
219	DOT - Fed & State Construction	179,346	(2,323)	177,023	156,201	20,822
220	DOT - Class B & C Road Fund	12,844	-	12,844	12,844	-
221	DOT - Collector Road Fund	6,570	-	6,570	6,570	-
222	DOT - Aeronautical Operations	4,073	-	4,073	3,567	506
223	DOT - Sidewalk Construction	2,460	(62)	2,398	2,444	(46)
-	DOT - Resource Development Act	4,222	-	4,222	4,222	-
	Unappropriated Change in Assets:					
-	Inventory	-	-	-	3,217	(3,217)
-	Deferred Charges	-	-	-	1,994	(1,994)
-	Miscellaneous	-	-	-	7	(7)
-	Appropriated Fixed Assets Costs Capitalized	-	-	-	(5,500)	5,500
	TOTAL TRANSPORTATION	$245,816	$(2,790)	$243,026	$222,703	$20,323

STATE OF UTAH
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS/FUND BALANCES
LIQUOR CONTROL FUND AND INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

	PROPRIETARY FUNDS	
	ENTERPRISE LIQUOR CONTROL FUND	INTERNAL SERVICE FUNDS (See Supplementary Statement II)
Operating Revenues:		
Liquor:		
Sales	$ 59,444	$ -
Permits, Licenses and Fees	146	-
Charges for Services	-	23,801
Total Operating Revenues	59,590	23,801
Cost of Goods Sold	32,842	-
Gross Profit	26,748	23,801
Operating Expenses:		
Personal Services	3,352	6,979
Materials	-	4,325
Communications	-	2,623
Contractual Services	475	58
Rentals & Leases	388	1,431
Freight	201	4
Data Processing	87	779
Motor Vehicle Maintenance	-	993
Building and Grounds Maintenance	-	149
Other Equipment Maintenance	-	708
Postage Printing and Office Supplies	153	583
Utilities	120	249
Interest	-	213
Farm Supplies	-	196
Depreciation	106	1,862
Miscellaneous Other	294	3,210
Total Operating Expenses	5,176	24,362
TOTAL OPERATING INCOME (LOSS)	$ 21,572	$ (561)

(Continued)

STATE OF UTAH
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS/FUND BALANCES (CONTINUED)
LIQUOR CONTROL FUND AND INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

	PROPRIETARY FUNDS	
	ENTERPRISE LIQUOR CONTROL FUND	INTERNAL SERVICE FUNDS (See Supplementary Statement II)
Non-Operating Income (Expenses)		$ -
School Lunch Tax	$(4,208)	-
Sales Tax	(2,604)	-
Federal Support	-	255
Contributions	-	25
Sale of Fixed Assets	-	(6)
Total Non-Operating Income (Expenses)	(6,812)	274
Income (Loss) Before Transfers	14,760	(287)
Transfers In (Out)	(14,508)	-
Net Total	252	(287)
Retained Earnings/Fund Balances June 30, 1979	(4,256)	2,547
Adjustment to Beginning Fund Balance (Note B)	5,039	3,015
Retained Earnings/Fund Balances June 30, 1980	$ 1,035	$ 5,275

The accompanying notes are an integral part
of the financial statements.

STATE OF UTAH
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
LIQUOR CONTROL FUND - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Thousands)

	PROPRIETARY FUNDS	
	ENTERPRISE LIQUOR CONTROL FUND	INTERNAL SERVICE FUNDS
Sources of Working Capital:		
Operations:		
Income (Loss) Before Transfers	$ 14,760	$ (287)
Items Not Requiring Working Capital:		
Depreciation	106	1,862
Net Book Value Retired Assets	27	-
Increase in Long Term Debt	-	154
Appropriated Working Capital and Prior Years Adjustment	500	3,273
Total Sources of Working Capital	15,393	5,002
Uses of Working Capital:		
Transfer to Other Funds	14,508	10
Acquisition of Land, Bldgs, Equipment	289	6,085
Reduction of Long Term Debt:		
Payments on Mortgage	22	-
Return of Advance on Warehouse	35	-
Other	-	35
Transfers of Fund Balance	-	490
Total Uses of Working Capital	14,854	6,620
Net Increase (Decrease) in Working Capital	$ 539	$(1,618)
Elements of Net Increase (Decrease) in Working Capital:		
Equity in Investment Pool	$(2,549)	$(3,790)
Receivables Due from Other Funds	85	1,226
Inventories	1,153	806
Prepaid Expenses	(9)	47
Vouchers Payable/Accrued Payroll	1,858	115
Contracts Payable	(1)	235
Deferred Revenue	2	(257)
NET INCREASE (DECREASE) IN WORKING CAPITAL:	$ 539	$(1,618)

The accompanying notes are an integral part of the financial statements.

FINANCIAL STATEMENTS AND DESCRIPTION OF FUND AND ACCOUNT GROUP

1. FINANCIAL STATEMENTS

The accompanying financial statements of the State of Utah present the financial position of the various fund types and account group, the results of operations of the various fund types, and the changes in financial position of the proprietary and fiduciary fund types. The financial statements are presented as of June 30, 1980, and for the year then ended.

The financial statements include the various departments, agencies and other organizational units governed by the Utah State Legislature and/or Constitutional Officers of the State of Utah.

2. GOVERNMENTAL FUND TYPES

The financial activities are recorded in individual funds classified by type and described below, each of which is deemed to be a separate accounting entity. The financial position and operations of each fund are accounted for in separate self-balancing accounts which represent the fund's assets, liabilities, equity, revenues and expenditures or expenses.

General Fund

Transactions related to resources obtained and used for those services traditionally provided by a state government, which are not accounted for in other funds, are accounted for in the General Fund. These services include, among other things, general government, public safety, judicial, human resources, licensing and regulation, and education (other than higher education institutions). Resources obtained from federal grants and used for activities accounted for in the General Fund consistent with applicable legal requirements are recorded in the General Fund.

Special Revenue Funds (Uniform School Fund and Transporation Fund):

Transactions related to resources obtained, the uses of which are restricted to specific purposes, are accounted for in special revenue funds. Special revenue funds include, among others, transactions related to the Board of Education, Federal Revenue Sharing entitlements, and resources used for operations of the Transporation Fund, including construction or improvement of transportation facilities.

Capital Projects Funds:

Transactions related to resources obtained and used for the acquisition, construction or improvement of certain capital facilities, including those provided to political subdivisions and other public organizations are accounted for in the capital projects funds. Such resources are derived principally from proceeds of general obligation bond issues, federal grants and operating transfers from the State's General Fund.

The State enters into long-term contracts for construction of major capital projects and records the commitments as encumbrances to the extent funds are available. The State pays the cost of capital projects principally from resources obtained from general obligation bond proceeds, operating transfers from the General Fund and federal grants.

Debt Service Fund:

Transactions related to resources obtained and used for the payment of interest and principal on general long-term debt obligations are accounted for in debt service fund. Also, as required by law, proceeds of the individual bond issues are included in the Debt Service Fund until requested by the Building Board to be transferred to the Capital Projects Fund for expenditures on authorized projects.

Proprietary Fund Types:

Enterprise Fund (Utah Liquor Control Commission):

The Liquor Control Commission accounts for its operations similar to a private business enterprise. The State's intent is that the Commission recover its costs of operation plus a profit through the sale of liquor products. All profits are transferred to the General Fund.

Internal Service Funds:

A variety of independent operations comprise the Internal Service Funds. Each operation provides goods and/or services to other State departments and political sub-divisions on a cost reimbursement basis. (See Supplementary Statement I & II.)

Fiduciary Fund Type:

Transactions related to assets held by the State in a trustee or agency capacity are accounted for in the fiduciary fund type category. Fiduciary funds are comprised of expendable trust funds which account for assets received and expended by the State as trustee. (See Supplementary Statement III.)

General Long-Term Debt Account Group:

Unmatured long-term debt related to general government activites are reflected in the general long-term debt account group.

3. OPERATIONS/FUNDS (not included in the Annual Financial Report):

State Land Board:

The Land Board accounts for its own assets and is reported on under separate cover. The administration costs of the fund are reported in the General Fund and are included in this report.

Retirement and Group Insurance Fund:

The State Retirement system is presented and reported on under separate cover since it operates as an independent entity separate from the State government.

State Insurance Fund:

The State Insurance Fund provides workmens compensation and other job injury related coverage to employees, including private industries. The State exercises budgetary control over the administration of the fund, but the fund accounts for and maintains its own insurance reserve funds which are invested by the State Treasurer.

Colleges and Universities

The State governed universities, colleges and technical colleges account for their own funds and provide their own financial reporting.

Funds Invested by the State Treasurer:

The State Treasurer invests funds on the behalf of various local governments. The State has no governmental jurisdiction over these funds and does not include these funds in this report.

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. ALL FUNDS:

Grants:

Federal grants and assistance awards made on the basis of entitlement periods are recorded as receivables when entitlement occurs. Federal reimbursement type grants for the acquisition of property, plant and equipment of proprietary fund types are recorded as receivables and contributed capital when the related expenditure for property, plant and equipment occurs. All other Federal reimbursement type grants are recorded as receivables when the related expenditures, or expenses, are incurred.

Retirement and Employee Benefit Costs:

All full time State employees participate in the contributory State retirement system. All of the funds collected as well as the benefits paid by the State are paid to and accounted for in the Retirement Fund. All costs for pension, health and Federal Social Security benefits of governmental funds types are reported as personnel service expenditures in the appropriate fund. Benefit costs applicable to proprietary fund types are reflected as expenses in the proprietary funds accounts.

Judgments, Claims and Similar Contingencies:

Losses arising from judgments, claims and similar matters are recorded as expenditures or liabilities in the period in which the judgment or claim is awarded. Such losses arise principally from litigation and other asserted claims as well as unasserted claims made against the State.

Intrafund and Interfund Transactions:

Transfers, as a result of contracts between departments and/or agencies, are considered expenditures by the contractor and revenues by the contractee and therefore, in most instances, constitute double accounting of the revenues and expenditures.

2. GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST AND AGENCY FUNDS:

Basis of Accounting:

The accounts of the general, special revenue, debt service, capital projects, expendable trust and agency funds are maintained and reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues and assets are recognized when measurable and available to finance operations during the year or liquidate liabilities existing at the end of the year; expenditures and liabilities are recognized when obligations are

incurred as a result of receipt of goods and services. Modifications to the accrual basis of accounting include:

- Income tax, sales taxes and other assessed taxes are recognized as revenues in the period in which they are received.
- Interest on long-term obligations reflected in the long-term obligations account group is recognized in the debt service fund when it becomes due and payable.
- Inventories of materials and supplies in the General Fund and Uniform School Fund are recorded as expenditures when purchased. In the Transportation and other funds these inventories are recorded as expenditures when utilized.
- Employees vested annual leave and sick leave are recorded as expenditures when utilized.

Investments:

Investments are stated at cost, adjusted for amortization of premium and accretion of discounts. Such basis approximates market. (See Note C.)

Property Plant and Equipment (Transportation Fund):

Buildings and equipment are stated at cost. Equipment is depreciated on the straight-line method over the estimated average useful life.

Buildings are not depreciated.

Maintenance, repairs and minor renewals are expensed when incurred. Additions and major renewals are capitalized.

The cost and accumulated depreciation of assets sold or retired are removed from the respective accounts and any gain or loss has been reflected in the book value of new assets acquired through trade-in or has been credited to fund balance accounts in the event of sales.

Fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems have not been capitalized. Such assets normally

are immovable and of value only to the citizens of the State. Therefore, the purpose of stewardship for capital expenditures is satisfied without recording these assets.

Capital Outlays:

Principally all capital expenditures for the acquisition or construction of State fixed assets and State grants to political subdivisions and other public organizations for the acquisition or construction of capital facilities are reported as capital outlays in the Capital Projects Fund.

3. ENTERPRISE (LIQUOR CONTROL) AND INTERNAL SERVICE FUNDS

Basis of Accounting:

The accounts of the enterprise and internal service funds are maintained and reported using the accrual basis of accounting.

Property, Plant and Equipment:

Significant property, plant and equipment of the Enterprise Liquor Control Fund and the Internal Service Funds are stated at cost and are depreciated on a straight line basis over their estimated useful lives.

NOTE B. CHANGES IN ACCOUNTING PRINCIPLES AND REPORTING PRACTICES:

In years prior to 1980 the financial statements were presented on the basis of the fund structure and other accounting principles adopted for budgeting purposes and prescribed by law. Certain changes were made in accounting principles and reporting practices effective July 1, 1979 to present the financial statements in conformity with generally accepted accounting principles. The following is a summary of the changes made to fund equities as of July 1, 1979 and to the financial reports of the State. In some cases the full impact to the State's revenues, expenditures and fund balances for the current and prior years cannot be readily determined.

STATE OF UTAH
NOTES TO COMBINED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 1980

1) Interest earned of $3,770,000 but not received by the General Fund at June 30, 1980 was accrued. The accrued interest amount at June 30, 1979 could not be determined, therefore, the affect of not accruing the June 30, 1979 interest income on the current year General Fund revenue could not be determined.

2) A long-term debt account group was reported within the Debt Service Fund for the fiscal year ending June 30, 1979. For the period ending June 30, 1980 the account group was reported separately.

3) During the fiscal year ended June 30, 1980, all of the State's receipting entities were instructed to record accounts receivables and deferred revenue in accordance with generally accepted accounting principles at June 30, 1980. In prior years some of these entities recorded revenue on the cash basis. Therefore, recording revenue in the current year in accordance with GAAP has an affect on the beginning fund balance and current year revenues. However, the amount of the affect could not be readily determined.

4) In prior years, all investments made by the State Treasurer were reported as cash in each of the funds. In the current year, each fund is reporting an equity interest in the Treasurer's investment pool as reported in Note C to the Financial Statements.

5) Prior to June 30, 1979, the Uniform School Fund received $1,000,000 to serve as a school building construction loan fund. School districts would be loaned the money to cover preconstruction costs incurred prior to the district receiving construction funds. The school districts would then pay back the loans from their construction funds. The loans receivable and reserved fund balance for $1,000,000 was not reported in the Uniform School Fund until the current year.

6) Equipment amounting to $3,002,000 expensed by the Internal Service Fund in prior years has been capitalized in the current year and will be depreciated over its remaining life. The effect on the Internal Service Fund is to increase beginning fund balance and the equipment balance by $3,002,000.

7) Liquor Control Fund profit transferred to the General Fund during the fiscal year ended June 30, 1979 was understated by $510,000. The $510,000 was transferred and recorded as revenue in the current year along with the current year profits.

8) In fiscal year 1979 the General Fund loaned the Liquor Control Fund money to purchase the Liquor Warehouse. The Liquor Fund will repay the loan over a 40 year period. The amount due from the Liquor Fund of $670,000 was not recorded in the General Fund until the current year which resulted in an increase in "Fund Equity" and "Due from Other Funds" of $670,000.

9) Because of problems in the accounting systems of the Department of Transportation for the 1979 fiscal year, the financial information presented in the State's annual report for 1979 was incomplete and in some cases based on estimates. The following adjustments were made to the June 30, 1979 financial report and resulted in the net "Adjustment to Beginning Fund Balance" of $91,000. The detail of the net adjustment follows:

ASSETS	ADJUSTMENT INCREASE (DECREASE)
Cash	$ 39,000
Temporary Investments	1,091,000
Accounts Receivable	(1,291,000)
Inventory	2,448,000
Deferred Charges	51,000
Land, Bldg. Equip. (Net of Depr.)	36,142,000
Total Assets Adjustment	$ 38,480,000

LIABILITIES - FUND EQUITY	(INCREASE) DECREASE
Liabilities:	
Contracts Payable, Deferred Revenue	$ (1,149,000)
Due to Other Funds	(1,098,000)
Investment in General Fixed Assets	(36,142,000)
Total Liabilities	(38,389,000)
Fund Equity:	
Reserved for Unrecovered Costs	(51,000)
Reserved for Inventory	(2,448,000)
Surplus	2,408,000
Total Fund Equity	(91,000)
TOTAL LIABILITIES - FUND EQUITY ADJUSTMENT	$ (38,480,000)

10) In fiscal year 1979 the Liquor Control Commission did not account for fixed assets, inventories, receivables and liabilities in the State's accounting system. In the 1980 fiscal year, these items were recorded, effective June 30, 1979, which resulted in an adjustment to beginning fund balance of the Liquor Fund of $5,039,000.

11) The State Properties Insurance Reserve Fund has been reclassified from the Internal Service Funds to the Trust and Agency Funds effective July 1, 1979. The effect on the Internal Service Funds is to decrease beginning retained earnings by $490,000 and increase the fund equity of the trust funds by a corresponding amount.

12) Certain amounts other than those previously noted were reclassified to different funds effective July 1, 1979. The reclassifications were made to correct reporting errors made in fiscal year 1979. $194,000 was transferred from the Uniform School Fund to the Internal Service Funds and $2,062,000 was transferred from the Debt Service Fund to the Capital Projects Fund. Other miscellaneous adjustments were made to beginning fund balances which are not described above.

NOTE C. EQUITY IN INVESTMENT POOL/TEMPORARY INVESTMENTS

The State deposits cash from all funds in one pooled investment account except where the law requires maintenance of separate accounts. The pooled cash balance, including the cash float, is invested by the State Treasurer in cash equivalents and other securities which conform to the provisions of the Money Management Act. All interest revenue is allocated to the General Fund unless State law requires specific allocation to other fund groups. The following schedule summarizes "Equity in Investment Pool" by Fund Group:

General Fund	$ 46,663,000
Uniform School Fund	(152,000)
Transportation Fund	1,251,000
Capitol Projects	42,143,000
Debt Service	22,705,000
Liquor Control Fund	1,301,000
Internal Service Fund	(2,850,000)
Trust and Agency Fund	21,675,000
TOTAL EQUITY IN INVESTMENT POOL	$ 132,736,000

The following types of securities were included as the "Equity in Investment Pool" at June 30, 1980:

Cash	$ (4,069,000)
Compensating Balance	3,000,000
Time Certificates of Deposit (General)	89,980,000
Time Certificates of Deposit (1978 Bldg. Bond)	8,415,000
Time Certificates of Deposit (1978 Water Bond)	21,800,000
Repurchase Agreements	4,373,000
Government Securities	6,888,000
Financial Institution Securities	2,349,000
TOTAL EQUITY IN INVESTMENT POOL	$ 132,736,000

Temporary Investment of the Transportation Fund includes the following:

Time Certificates of Deposit	$ 2,677,000
Common Stock (at cost)	32,000
Cash	14,000
Water Stock	4,000
	$ 2,727,000

These temporary investment funds are received from cities and counties for cooperative construction projects and for the most part are being held as deferred revenue and not utilized by the Department of Transporation until costs are incurred on the cooperative construction projects. Interest earned is either used to help finance the projects or is returned to the cities and counties.

NOTE D. BONDS AND NOTES PAYABLE

BONDS PAYABLE: Bonds Payable presented in the General Long Term Debt account group consisted of the following:

	DATE ISSUED	INTEREST RATE	ORIGINAL ISSUE	BALANCE 6/30/79
1975 Issue	7/1/75	5.49%	$ 70,000,000	$ 63,375,000
1978 Building Issue	7/1/78	4.875% to 5.8%	25,155,000	25,115,000
1978 Water Issue	7/1/78	4.875% to 5.95%	25,000,000	25,000,000
TOTAL BONDS PAYABLE				$ 113,490,000

The Bonds mature according to the following schedule:

	DATE	AMOUNT
1975 Issue	7/1/81	$ 7,000,000
	7/1/82	7,375,000
	7/1/83	7,750,000
	7/1/84	7,625,000
	7/1/85	8,125,000
	7/1/86	8,000,000
	7/1/87	8,500,000
	7/1/88	9,000,000
TOTAL		$63,375,000
1978 Building Issue	7/1/83	$ 2,750,000
	7/1/84	2,365,000
	7/1/85	2,600,000
	7/1/86	3,400,000
	7/1/87	4,000,000
	7/1/88	4,500,000
	7/1/89	5,500,000
TOTAL		$25,115,000

	DATE	AMOUNT
1978 Water Issue	7/1/81	$ 1,165,000
	7/1/82	2,000,000
	7/1/84	1,835,000
	7/1/85	2,500,000
	7/1/86	3,400,000
	7/1/87	3,900,000
	7/1/88	4,700,000
	7/1/89	5,500,000
TOTAL		$25,000,000

NOTES PAYABLE: Notes Payable presented in the Liquor Control Fund is for the amount due on the Liquor Warehouse mortgage.

NOTE E. FUND EQUITY:

Certain fund equity amounts reported on page 2 of the financial statements are further explained below:

1. General Fund:

a. Restricted by State Law (Non-Lapsing Balances) -

Community Impact Funds	$ 3,850,000
Board of Regents Programs	345,000
Parks and Recreation Aquis. & Develop.	4,383,000
Provo Jordan River Parkway	464,000
Legislature	719,000
Local Valuation Revolving	166,000
Tar Sands Pilot Study	496,000
Solar Project	90,000
Family Services	350,000
Forestry and Fire Control	127,000
State Lands	1,611,000
Wildlife Resources	807,000
State Parks Boating	170,000
Business Reg. Vehicle Inspection	157,000
Financial Institutions	506,000
Mineral Lease	128,000
Agriculture	124,000
State Insurance Fund/Industrial Comm.	(1,027,000)
State Insurance Fund	75,000
Miscellaneous	384,000
TOTAL	$13,925,000

The negative $(1,027,000) shown as restricted, came about when the Legislature, from 1971-77, appropriated $1,621,000 from the State Insurance Fund for operations of the State Industrial Commission. Of the amount appropriated, $593,780 was deposited to the General Fund by the State Insurance Fund; the balance of $1,027,300 was not remitted and is carried on the records of the State as a restricted balance. A lawsuit as to the legality of appropriating monies for State operations from the State Insurance Fund was initiated. In Gronning vs. Smart, the State Supreme Court ruled that it was not constitutional. A State Attorney General opinion dated June 21, 1977 stated that the State Insurance Fund is entitled to reimbursement of the $593,780 from the General Fund. An additional appropriation from General Fund monies will be needed to eliminate the $1,027,300 deficit balances carried in the State Insurance Fund Restricted balance.

b. "Appropriation Line Item Deficits Carry Forward" of $(1,021,000) represents amounts spent by departments in excess of their line item appropriations. These amounts must be carried forward and reduce the amount available for expenditure in fiscal year 1981.

c. Reserved for Encumbrances - represents funds encumbered as authorized by the Utah Code 63-38-8. The Code allows funds to be encumbered to pay purchase orders issued prior to May 1, 1980 for capital equipment if delivery can be normally expected before June 30 but delivery was not made.

2. Uniform School Fund:

Restricted by State Law:

Minimum School Program	$ 5,658,000
School Building Program	1,275,000
Board of Education Non-Lapsing	2,176,000
Miscellaneous	60,000
TOTAL	$ 9,169,000

3. Transportation Fund:

"Reserved for Unrecovered Costs" of $2,046,000 represents costs which have been deferred until rates used to charge construction projects for equipment and labor are increased to recover these costs.

NOTE F. CONTRACTORS RETENTION

Construction contracts let by the Department of Transportation usually include provisions to withhold a certain percent of the payments until the project reaches a certain stage of completion. Under the law, DOT is allowed to deposit these funds in an escrow account at a bank or institution selected by the contractor.

At June 30, 1980, $7,854,000 was being held in escrow. These escrow funds are not included in the financial statements.

NOTE G. BUDGETING AND BUDGETARY CONTROL

Summarization of budgets adopted by the Legislature for the General, Uniform School and Transportation Funds are presented in the Combined Statement of Expenditures - Budget and Actual. The legislative authorization appears in the Appropriation Act and is identified by a numerical reference known as a "line item." Each line item is reflected on the above mentioned statement as the Budget amount. Also reflected on the statement is the Governor's 4% budget reduction imposed by executive order on all line items due to an expected shortfall in revenues.

Where a department or agency has created a deficit by spending more money than was appropriated in the fiscal year ended June 30, 1980, the deficit amount will be carried forward to fiscal year 1981 and reduce the amount available for expenditure by the department or agency.

The budgets for unrestricted free revenues reflected in the "Combined Statement of Revenues - Budget and Actual" are based on projected economic conditions. The budgets for restricted revenues are, for the most part, based on the estimated receipt of Federal Contracts or Grants and other collections. These restricted revenues are not always suseptible to accurate projections.

NOTE H. EMPLOYEE'S RETIREMENT SYSTEM

The State Employee's Retirement System is a retirement system for State, municipal, and education employees. The assets and activities of the system are not owned or accounted for by the State of Utah and are not included in this financial report. The administrative costs are appropriated by the State Legislature from the reserve fund of the retirement system and these administrative expenses are maintained in the accounting records of the State for budgetary purposes. The State Retirement System invests its own monies independent of the State Treasurer. The State Treasurer, however, is responsible for the physical safekeeping of the investment documents.

The retirement plan for the employees of the State is funded jointly by the employees and the State. The funds are administered by the State Retirement Office of the State Retirement Fund. However, the State Retirement Office does not separately account for the fund balance of the State employees. But, independent audits have shown that the fund is actuarily sound.

NOTE I. VACATION LEAVE AND SICK LEAVE

Vacation leave and sick leave are not accrued in the State accounting records but are charged against agency appropriations when the leave is taken. Employees earn vacation leave at various rates depending upon their years of State service. Unused accumulated vacation leave, not to exceed thirty days, can be carried forward from one calendar year to the next. Sick leave for

full-time employees is earned at the rate of 1 working day for each month of service, with no limit as to the amount that can be accumulated. The State does not reimburse employees for unused sick leave upon termination.

NOTE J. FEDERAL REVENUE SHARING

Federal Revenue Sharing funds, in compliance with the Fiscal Assistance to State and Local Governments Act of 1972, as amended, are deposited into the Federal Revenue Sharing Trust Fund and then transferred to the Social Security Agency Trust Fund (see Supplementary Statement III). Collections from local school districts are also deposited in the Social Security Agency Trust Fund. The Federal Revenue Sharing funds are then fully utilized to help pay for the Social Security Tax liability of the local school districts. Excess funds from the Social Security Agency Trust Fund are then transferred to the Uniform School Fund and described as Federal Revenue Sharing/Local School Districts Revenue in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances. All of this revenue was generated when excess funds of local school districts were not required to pay Social Security taxes in the trust fund and were therefore transferred as revenue to the Uniform School Fund.

STATE OF UTAH
Office of the State Auditor
SALT LAKE CITY, UTAH 84114
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Richard G. Jensen, C.P.A.
STATE AUDITOR

STATE AUDITOR'S REPORT

1. Scope of Audit

We have examined the financial statements of the individual funds of the State of Utah as of and for the fiscal year ended June 30, 1980, as listed in the foregoing table of contents; except, we did not examine the budgetary comparative figures as explained in paragraph 7 and the supplementary schedules as explained in paragraph 6. Our examination was made in accordance with generally accepted auditing standards, and except as explained in paragraphs 2, 3, 4, 5, 7 and 8, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

2. Lack of Consistency Due to Changes in Accounting and Reporting Policies and Practices

The accounting and reporting policies and practices of the State of Utah were changed for the fiscal year ended June 30, 1980, in an attempt to substantially conform with generally accepted accounting principles (GAAP), as prescribed by the National Council on Governmental Accounting (NCGA) in their March, 1979 publication of Statement 1, Government Accounting and Financial Reporting Principles. Although this statement is not effective until the fiscal year ending June 30, 1981, earlier application is encouraged and the State of Utah, Department of Finance, accordingly incorporated some modifications in the June 30, 1980 General Purpose Combined Financial Statements. The Department of Finance has not yet made all of the systems,

policy and procedural changes necessary to fully implement NCGA's Statement 1. These modifications and bases of accounting are more fully discussed in the Notes to Combined Financial Statements. Where practical, those systems, policies and procedures that were not changed to comply with NCGA's Statement 1, are in substantial conformity with GAAP, as prescribed by NCGA's predecessor publication, Government Accounting, Auditing and Financial Reporting (GAAFR) and the American Institute of Certified Public Accountants' publication of the Industry Audit Guide - Audits of State and Local Governmental Units.

Because of the magnitude of the changes in the State of Utah's accounting systems, procedures and reporting practices, the financial statements for the fiscal year ended June 30, 1980, bear no resemblance to those issued for the fiscal years ended June 30, 1979 and prior. We concur with the changes made and encourage the Department of Finance to continue their efforts until they bring the financial accounting and reporting practices of the State of Utah into full compliance with NCGA and other authoritative statements. Because of the changes discussed above, however, the accompanying General Purpose Combined Financial Statements for the fiscal year ended June 30, 1980, are not presented nor were the accounting principles applied on a consistent basis with those of the preceding year.

3. Reporting Entity

Financial statements for some funds and entities which may be considered to be dependent on the State's legislative or executive branches are not included in this report, as required by GAAP. Funds and entities, which may potentially be included in the State's reporting entity, include the State Land Board, the Retirement and Group Insurance Fund, the State Insurance Fund and the State's various colleges and universities.

4. Financial Statements Excluded

The State has not maintained complete financial data for the General Fixed Asset Account Group, and accordingly, the financial statements required by generally accepted accounting principles for this account group are not included in this report.

5. Federal Audits

The aforementioned financial statements do not disclose the status of federal audits. The State receives significant financial assistance from the U.S. Government in the form of grants and federal revenue sharing entitlements. Entitlement to the resources is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable Federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to financial and compliance audits by the grantors. Any disallowance as a result of these audits may become a liability of the State. As of June 30, 1980, the State estimates that no material liabilities will result from such audits.

6. Supplementary Financial Statements

The Supplementary Financial Statements I, II and III, included on pages 35 thru 48, were not audited by us and, accordingly, we are not in a position to and do not express an opinion thereon.

7. Budgetary Data

Comparative budgetary data has been presented for the General Fund, Uniform School Fund and Department of Transportation, as explained in Footnote F. The revenue budget data can be accumulated from several sources and are only projections of what type and amount of revenue will be received. The Department of Finance in reporting revenue budgetary data used amounts compiled by the Legislative Fiscal Analyst and approved by the Legislature and made some minor projections of their own.

The Department of Finance in reporting comparative expenditure budget data used original appropriated amounts adjusted for over and under collections of each department. We feel the method used to accumulate expenditure data is verifiable and that budgetary expenditure data is properly presented. However, the revenue budget data presented was not audited by us and the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the comparative revenue budget data presented in those funds previously mentioned.

8. Litigation

The State and its agencies are parties to numerous legal proceedings, many of which normally recur in governmental operations. These legal proceedings are not, in the opinion of the Attorney General, likely to have a material adverse impact on the State's financial position.

In addition, the State and its agencies are involved in certain other legal proceedings which, if decided adversely to the State may have a material impact on the Combined Financial Statements. The following cases have been noted because an adverse decision could result in the expenditure of state monies in excess of current normal operating levels.

a) The most significant case currently pending is Singer v. Wadman, in Federal District Court for the District of Utah wherein the claimants are seeking a minimum of $110 million from the State of Utah for the wrongful death of John Singer. The matter is being handled principally by insurance carriers' legal counsel with assistance from the staff of the Attorney General's Office. It is anticipated that, should there be any recovery, a portion of the funds will come from private insurance companies.

b) A recent series of appellate court decisions (Standiford, Frank v. State, Bigelow v. Ingersol, and Nevada v. Hall by the U.S. Supreme Court)

have extended the liability of the State of Utah significantly by restricting the application of state sovereign immunity.

Under the doctrine of sovereign immunity, the State historically has been immune from suit. As a result, various lawsuits are currently pending against the State. Currently pending before the Supreme Court of the State of Utah is the Yost case wherein the lower District Court held the State Liquor Commission liable for selling wine to a minor who later purchased other alcoholic beverages from various establishments during a drinking spree which ultimately resulted in a vehicle accident and death. The breakdown of barriers of sovereign immunity, as evidenced by the above cited cases, coupled with the fact that the State has decided to self-insure as of September, 1980, creates a potential for future claims and increased costs to the State of Utah. Ten insurance liability policies with annual premiums totaling $450,000 were cancelled. The exact financial impact cannot be readily determined, but may be significant.

c) There are some cases threatened or pending against Utah State University and other defendants regarding the alleged faulty design of bridges which, if established, could result in material damages to the State of Utah. In Goodlander v. Utah State University, and County of Niagra v. Utah State University, claimants have asked for $125 million in damages in each case. It is impossible to estimate the actual dollar liability, if any, to Utah State University. There is some insurance coverage on these matters.

d) J.B. Parson Construction Company v. Utah Department of Transportation is a case arising out of an alleged breach of contract by the Utah Department of Transportation wherein two to three million dollars is at stake directly affecting the Transportation Fund.

The State and its agencies are involved in numerous other legal proceedings which, if decided adversely to the State, may require the State to make material future expenditures for expanded services or capital facilities or may impair future revenue sources. The more significant proceedings involve nursing home litigation and challenges to medicaid reimbursement ceilings, constitutional challenge to the State property tax re-evaluation program which will directly affect the school funds, challenges to state eligibility requirements for social services programs, i.e. food stamps, medicaid, step-parent assistance, abortions, etc., water rights litigation, including Colorado River salinity standards, Uintah Indian Reservation boundary disputes and possible litigation regarding the deployment of the MX missile system in Utah.

On the other hand, there are numerous cases pending which may possibly enhance the State's financial position, namely anti-trust matters, including price fixing of natural gas prices, other litigation against the Federal government regarding the allocation of water rights in the State of Utah and the ownership of mineral leases and land, including the bed of Utah Lake and rights to the Bear River. No estimate can be made of the potential dollar value of litigation that would enhance the financial position of the State of Utah but it may be significant.

An additional proceeding, the case of Richard G. Jensen v. William K. Dinehart currently awaiting decision from the Utah Supreme Court seeks to establish whether mineral royalties from State school section lands should be placed in a permanent school fund, a fund controlled by the State Land Board, which is not included in the Combined Financial Statements, (where the interest only on said funds may be expended) or placed in the Uniform School Fund (where the entire amount may be expended annually).

The State is contesting all of the above mentioned matters, but as of this date, it is neither possible to determine the outcome of these proceedings nor to estimate the possible effects adverse decisions may have on the future expenditures or revenue sources of the State. Accordingly, we could not determine the effects, if any, that the proceedings will have on the Combined Financial Statements. The financial statements contain no footnote disclosure of these matters.

9. Pass Through Funds

The State has overstated revenues and expenditures in the General Fund by an amount in excess of $60 million because of the manner in which they account for Pass Through Funds and Federal Grants and Contracts. The financial statement categories for both revenues and expenditures are inflated or overstated because these amounts have been recorded as a revenue when received and an expenditure as they are transferred to the final recipient. However, because revenues and expenditures are equally overstated, there is no misstatement of the fund equity. The State merely acts in an agent capacity. Generally accepted accounting principles require that these funds not be recorded in a manner that would artificially inflate the activity of the agent of the funds.

In addition, approximately $39 million of funds received by the Uniform School Fund from Federal grants and contracts that were passed through to local school districts were improperly recorded as revenue. These funds were properly recorded as transfers out when passed through to the local school districts, so the only financial statement misstatement is the $39 million overstatement of Uniform School Fund revenues. Uniform School Fund, Fund Equity is unaffected.

10. Investments

A. Investments of $12,721,000 and notes receivable of $3,250,000 for which the Utah State Treasurer has custodial responsibility, are not recorded in the Trust and Agency Fund in the Combined Balance Sheet. The majority of investments omitted represent funds held in trust and invested for local governmental units and various State agencies. The unrecorded notes receivable are held for the State Department of Agriculture.

B. In addition, accrued interest receivable related to the State's investments were not recorded in the accounting records until June 30, 1980. This change was made in order to present the financial statements in accordance with generally accepted accounting principles, and we concur with this change. In conjunction with this change there is a corresponding, but undeterminable, overstatement of interest income for the year ended June 30, 1980.

11. Cash

At June 30, 1980, there were several errors, many of them offsetting, in the cash balance as a result of (a) an improper cash cut-off at year end primarily by the State Tax Commission, (b) not recording cash held in certain State depository accounts by the State Treasurer, (c) holding checks by a State department which were prepared prior to June 30, 1980, and (d) improper recording of vouchers payable. These errors resulted in a net understatement of cash of $2,786,000 and a net overstatement of vouchers payable of $873,000.

12. Accounts Receivable

A. The Department of Finance did not eliminate intrafund transactions as explained in Note A.1. This method of handling intrafund transactions is not in accordance with generally accepted accounting procedures, since it overstates both revenues and expenditures.

Because these intrafund eliminations were not made, the General Fund's accounts receivable and accounts payable were overstated $2,286,000. Additionally, we determined that $129,000 of revenues which should have been accrued in fiscal year 1980 were not recorded until fiscal year 1981. The net effect of both items is that accounts receivable and accounts payable are overstated by $2,157,000 and $2,286,000 respectively.

B. The Uniform School Fund did not recognize several year end transactions with the Federal Government and some of the school districts. This had the effect of understating accounts receivable by $713,000 and restricted revenue and fund equity by $704,000.

13. Revenue Recognition

A. Revenues are accrued, as explained in Footnotes A and B. Revenues were recorded in the wrong fiscal year in several instances, and certain of the errors materially affected the reported Funds' Equity. We estimated that the various Funds Equity's were misstated by the following amounts:

Fund		Effect on Fund Equity
General Fund	understated by	$1,945,000
Uniform School Fund	understated by	806,000
Transportation Fund	understated by	145,000

The above understatements were the net result of cut-off errors made primarily by the State Tax Commission in recording revenue receipts in the wrong fiscal period. Errors were also made by recording revenues earned in the 1979 fiscal year in the 1980 fiscal year and in recording revenues earned in the 1980 fiscal year in the 1981 fiscal year.

B. Additionally, the majority of the Uniform School Fund's revenues are from individual income taxes. The controls maintained by the Tax Commission to determine that all individuals who should file an individual income tax return have filed the return required by law were such that we were unable to

satisfy ourselves that all revenues from individual income taxes due the State were, in all material respects, collected.

14. Fund Equity - General Fund

The Combined Balance Sheet shows $565,000 under the caption "Fund Equity: Restricted Other" in the General Fund. Of this amount $495,000 has been set aside by the Department of Finance at the request of the Attorney General's Office to provide for a potential loss in a lawsuit involving one of the State's departments. However, the State's Budgetary Procedures Act does not allow for such contingencies to be reserved for out of the State's General Fund surplus. Additionally, this reservation is not consistent with past or present accounting practices of the State. If this entry had not been made, the General Fund's "Fund Equity: Restricted Other" would have been $70,000 instead of $565,000 and "Unreserved: Surplus" would have been $20,850,000 instead of $20,355,000.

15. Interfund Balances

A. As explained in Footnote A.1., the State attempted to classify and report interfund balances in accordance with generally accepted accounting principles. However, the following errors were made in recording these interfund balances at the year end:

	Understatment of	
Fund	Due to Other Fund	Due from Other Fund
General Fund	$393,000	
Liquor Control Fund	816,000	
Internal Service Fund		$393,000
Uniform School Fund		816,000

B. The General Fund did not record the liability for the above amount which is due to the Internal Service Fund. However, the Internal Service Fund incorrectly recorded the above amount due from the General Fund as an accounts receivable.

C. The Liquor Control Fund improperly classified $816,000 due to the Uniform School Fund in with their accounts payable and therefore, overstated accounts payable by the same amount. Similarly, the Uniform School Fund improperly reported this as an account receivable.

16. Total (Memorandum Only) Column

The aforementioned financial statements do not disclose the nature of the total (memorandum only) column. The total memorandum only column is a total of all the funds and captions as shown in the financial report. The total column is not comparable to a consolidated financial statement and it does not present consolidated financial information.

17. Water Resource Construction Project Receivables

The Department of Finance records expenditures and revenues for water construction projects in the Capital Projects Fund. However, most of these expenditures must be repaid by irrigation companies or local governments. These receivables are recorded nowhere on the records of the Department of Finance. At June 30, 1980, if these receivables had been properly recorded, the Capital Projects Fund assets and fund equity would have been increased by approximately $30 million.

18. Uniform School Fund

The Uniform School Fund made improper transfers to the Office of the Superintendent, which is reported in the Internal Service Fund. The net effect of the transfer was to understate cash and fund balance by $425,000. The transfer to the Internal Service Fund was comprised of $232,000 from current year revenues and $193,000 from beginning fund equity. As indicated in paragraph 22, this account should not be part of the Internal Service Fund but should remain as part of the Uniform School Fund.

19. Transportation Fund

A. Included in Unbilled Accounts Receivable of the Transportation Fund is $7.8 million of Federally participating construction projects currently ineligible for reimbursement. Such costs may become eligible for reimbursement if Transportation submits and the Federal Highway Administration accepts modified project agreements. This amount should be reflected as deferred revenue, instead of being reported as part of fund balance. If these costs were properly shown as deferred revenue, liabilities of the Transportation Fund would be increased by $7.8 million and the deficit fund equity would be increased by $7.8 million.

B. The Department of Transportation did not take a physical inventory count as of June 30, 1980 (stated inventory value at that date, $12,448,000). We were unable to satisfy ourselves as to the inventory figure through alternative audit procedures because of the condition of Transportation's records and also the following problems:

(1) Because of what appears to be excessive inventory levels and because obsolete inventory has not been written off in the past, an undeterminable amount of inventory appears to be obsolete and, accordingly, overvalued.

(2) An increase of $1.1 million was made to the June 30, 1980 inventory balance as a result of a price adjustment. This adjustment was made in an effort to recover, in future periods, costs not billed during fiscal years 1979 and 1980. While it appears these costs may be recoverable in future periods, the addition to the inventory value tends to overstate both the value of inventory and the "Fund Equity: Reserved for Inventory" at June 30, 1980.

C. Included in the balance sheet of the Transportation Fund is $20,102,000 of buildings and improvements, $37,081,000 of machinery and

equipment and $17,782,000 of related depreciation. Under generally accepted accounting principles the Transportation Fund, which is a special revenue fund, should not include these items in their financial statements. These assets should instead be reported in a General Fixed Asset Account Group. Proper presentation of these items would decrease the Transportation Fund's assets and "Investment in General Fixed Assets" by $39,401,000.

20. Misclassifications Between Debt Service Fund and Capital Projects Fund

Proceeds from bond issuances are not reported in accordance with generally accepted accounting principles. Basically, proceeds from bond issuances have been accounted for in the Debt Service Fund rather than in the Capital Projects Funds as is required. During fiscal year 1980, proceeds from bond issues accounted for in the Debt Service Fund totaled $47,662,000. However, since $26,509,000 was transferred out of the Debt Service Fund to the Capital Projects Fund, the net difference of $21,153,00 was the total amount of misclassified proceeds. As a result, the June 30, 1980 Capital Project Fund, Fund Balance is stated at $40,450,000 instead of the proper amount, $61,603,000, while the Debt Service Fund, Fund Balance is misstated by $21,153,000 at $22,987,000 instead of the proper amount, $1,834,000.

21. Liquor Control Fund

A. Inventories of the Liquor Control Fund are understated by $390,000. This is the result of not including four railroad cars full of liquor in their physical inventory count on June 30, 1980. In addition, accounts payable was not recorded on a material portion of this transaction and is understated by $385,000.

B. In addition to the understatement of accounts payable mentioned in A. above, accounts payable contained the accrual for both School Lunch Tax and Sales Tax. However, these taxes are also shown as separate items in the

Liquor Control Fund Balance Sheet. The effect of this error is to overstate accounts payable and cash by $1,460,000 and $644,000, respectively, and to understate Due to Other Funds by $816,000.

22. Internal Service Fund

A. The Internal Service Fund reports several accounts which should be shown as part of some other fund. The following schedule details the financial statement understatement or (overstatement) of this misclassification as it applies to other funds reported.

Fund	Revenue	Expense	Fund Equity	Total Assets
General Fund	$ 1,355,000	$ 1,457,000	$ 140,000	$ 184,000
Uniform School Fund	1,534,000	1,903,000	313,000	428,000
Enterprise Fund	183,000	216,000	29,000	36,000
Trust and Agency Fund	2,141,000	1,980,000	(407,000)	618,000
Total Misclassified per Internal Service Fund	$ 5,213,000	$ 5,556,000	$ 75,000	$ 1,266,000

B. The Internal Service Fund reports total assets of $10,206,000 and "Fund Equity" of $5,748,000. If the accounts misclassified in A., above, had been reported in the correct funds, total assets of $8,940,000 and Fund Equity of $5,673,000 would have been reported. Additionally, operating revenues reported as $23,801,000 and operating expenses reported as $24,362,000 should be reported as $18,588,000 and $18,806,000, respectively. The correct classification of the accounts would have reduced the net loss from $561,000 to $218,000.

C. Additionally, intrafund transactions were not eliminated, therefore operating revenues were overstated by an additional $500,000.

OPINION PARAGRAPHS ON INDIVIDUAL FUNDS

General Fund

In In our opinion, except for the effects of the matters discussed in paragraphs 2, 7, 8, 9, 10B, 11, 12, 13, 14, 15 and 22, the aforementioned

financial statements present fairly the financial position of the General Fund of the State of Utah at June 30, 1980, and the results of operations for the year then ended in conformity with generally accepted accounting principles.

Uniform School Fund

In our opinion, except for the effects of the matters discussed in paragraphs 2, 7, 8, 9, 11, 12, 13, 18 and 22, the aforementioned financial statements present fairly the financial position of the Uniform School Fund of the State of Utah at June 30, 1980, and the results of operations for the year then ended in conformity with generally accepted accounting principles.

Transportation Fund

In our opinion, except for the effects of the matters discussed in paragraphs 2, 7, 8, 11, 13 and 19, the aforementioned financial statements present fairly the financial position of the Transportation Fund of the State of Utah at June 30, 1980, and the results of operations for the year then ended in conformity with generally accepted accounting principles.

Internal Service Fund

In our opinion, because of the effects of the matters discussed in paragraph 22, the aforementioned financial statements do not present fairly the financial position of the Internal Service Fund of the State of Utah at June 30, 1980, or the results of operations for the year then ended in conformity with generally accepted accounting principles.

Liquor Control Fund

In our opinion, because of the material effects of the matters referred to in paragraph 21, the balance sheet does not present fairly the financial position of the Liquor Control Fund as of June 30, 1980, in conformity with generally accepted accounting principles. However, in our opinion, except

for the effects of the matters discussed in paragraphs 2, 8, 11, 15, 21 and 22, the aforementioned statement of revenues, expenses and changes in retained earnings and the statement of changes in financial position present fairly the results of operations and changes in financial position of the Liquor Control Fund of the State of Utah for the year then ended in conformity with generally accepted accounting principles.

Trust and Agency Fund

In our opinion, because of the material effects of the matter discussed in paragraph 10A., the aforementioned financial statements do not present fairly the financial position of the Trust and Agency Fund of the State of Utah at June 30, 1980, in conformity with generally accepted accounting principles.

Debt Service Fund

In our opinion, because of the material effects of the matter discussed in paragraph 20, the aforementioned financial statements do not present fairly the financial position of the Debt Service Fund of the State of Utah at June 30, 1980, or the results of operations for the year then ended in conformity with generally accepted accounting principles.

Capital Projects Fund

In our opinion, because of the material effects of the matters discussed in paragraphs 17 and 20, the aforementioned financial statements do not present fairly the financial position of the Capital Projects Fund of the State of Utah at June 30, 1980, or the results of operations for the year then ended in conformity with generally accepted accounting principles.

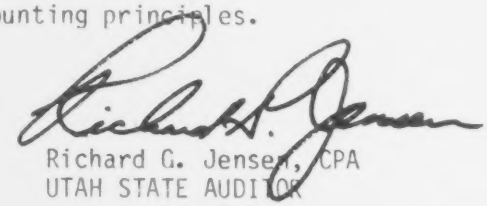
General Long Term Debt Account Group

In our opinion, the aforementioned financial statements present fairly the financial position of the General Long Term Debt Account Group of the

State of Utah at June 30, 1980, and the results of operations for the year then ended in conformity with generally accepted accounting principles.

General Fixed Asset Account Group

In our opinion, because of the omission of the financial statements of the General Fixed Asset Account Group as discussed in paragraph 4, the aforementioned financial statements do not present fairly the financial position of the General Fixed Asset Account Group of the State of Utah at June 30, 1980, and the results of operations for the year then ended in conformity with generally accepted accounting principles.



Salt Lake City, Utah
December 8, 1980

Richard G. Jensen, CPA
UTAH STATE AUDITOR

SUPPLEMENTARY FINANCIAL STATEMENTS I, II, AND III

STATE OF UTAH
SUPPLEMENTARY STATEMENT I
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEETS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	CENTRAL MAILING	CENTRAL STORES	PERSONNEL	MOTOR POOL/ SERVICE
ASSETS				
Equity in Investment Pool	$ (9,909)	$(231,376)	$ (23,436)	$ (973,440)
Receivables				
Accounts Receivable	-	61,570	86,005	25,130
Due from Other Funds	41,086	123,621	-	104,568
Inventories	15,669	268,829	-	16,653
Prepaid Expenses	-	-	-	-
Building and Improvement	-	-	-	-
Machinery & Equipment	17,722	20,410	80,330	2,749,643
Accum. Depreciation	(12,296)	(7,209)	(23,930)	(706,425)
Total Assets	$ 52,272	$ 235,845	$ 118,969	$ 1,216,129
LIABILITIES AND FUND EQUITY				
Liabilities:				
Account Payable	$ 68	$ 142,523	$ 58,799	$ 118,279
Contracts Payable	-	-	-	-
Accrued Payroll	1,834	4,186	28,245	6,132
Deferred Revenue	-	-	-	-
Due to Other Funds	88	23,693	25,731	4,871
Total Liabilities	2,040	170,402	112,775	129,282
Fund Equity:				
Appropriated Working Cap.	36,567	75,000	-	-
Retained Earnings 6-30-80	13,666	(9,557)	6,193	1,086,847
Total Fund Equity	50,233	65,443	6,193	1,086,847
TOTAL LIABILITY AND FUND EQUITY	$ 52,273	$ 235,845	$ 118,968	$ 1,216,129

(Continued)

STATE OF UTAH
SUPPLEMENTARY STATEMENT I (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEETS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	SURPLUS PROPERTY	CENTRAL PRINTING	COMMUNI-CATIONS	LIBRARY REVOLVING
ASSETS				
Equity in Investment Pool	$ 8,350	$ 1,760	$(172,209)	$(64,651)
Receivables				
Accounts Receivable	24,679	1,168	62,489	-
Due from Other Funds	500	31,261	577,095	8,413
Inventories	-	26,796	-	-
Prepaid Expenses	-	-	-	-
Building and Improvement	223,918	-	-	-
Machinery & Equipment	34,209	248,794	1,894	-
Accum. Depreciation	(97,406)	(103,055)	(686)	-
Total Assets	$ 194,250	$ 206,724	$ 468,583	$(56,238)
LIABILITIES AND FUND EQUITY				
Liabilities:				
Account Payable	$ 8,618	$ 8,846	$ 399,105	$ 53,263
Contracts Payable	144,689	21,784	-	-
Accrued Payroll	6,349	5,127	3,391	-
Deferred Revenue	-	-	-	-
Due to Other Funds	2,256	7,629	240	-
Total Liabilities	161,912	43,386	402,736	53,263
Fund Equity:				
Appropriated Working Cap.	30,000	132,000	-	-
Retained Earnings	2,338	31,339	65,847	(109,501)
Total Fund Equity	32,338	163,339	65,847	(109,501)
TOTAL LIABILITY AND FUND EQUITY	$ 194,250	$ 206,725	$ 468,583	$ (56,238)

STATE OF UTAH
SUPPLEMENTARY STATEMENT I (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEETS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	COMM. AFF. HSNG. DEV.	DEPT. OF SOC. SERV. INT. SERV.	DEPT. OF SOC. SERV. PRISON R.	DEPT. OF SOC. SERV. AGRI. SERV.
ASSETS				
Equity in Investment Pool	$ 28,000	$(223,811)	$(324,276)	$(52,178)
Receivables				
Accounts Receivable	-	36,476	-	-
Due from Other Funds	-	282,715	416,934	7,306
Inventories	-	37,365	490,181	-
Prepaid Expenses	-	106,330	-	-
Building and Improvement	-	31,856	162,148	-
Machinery & Equipment	-	386,721	216,272	-
Accum. Depreciation	-	(64,600)	(45,933)	-
Total Assets	$ 28,000	$ 593,052	$ 915,326	$(44,872)
LIABILITIES AND FUND EQUITY				
Liabilities:				
Account Payable	$ -	$ 153,476	$ 182,901	$ 7,309
Contracts Payable	-	219,478	-	-
Accrued Payroll	-	48,089	25,091	-
Deferred Revenue	-	6,703	264,229	-
Due to Other Funds	-	-	-	-
Total Liabilities	-0-	427,746	472,221	7,309
Fund Equity:				
Appropriated Working Cap.	-	-	-	-
Retained Earnings 6-30-80	28,000	165,306	443,106	(52,181)
Total Equity	28,000	165,306	443,106	(52,181)
TOTAL LIABILITY AND FUND EQUITY	$ 28,000	$ 593,052	$ 915,327	$(44,872)

STATE OF UTAH
SUPPLEMENTARY STATEMENT I (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEETS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	BD OF ED SKILLS CENTERS	BD OF ED OFFICE OF SUPRT.	BD OF ED ADULT BLIND	BD OF ED OGDEN WORKSHOP
ASSETS				
Equity in Investment Pool	$ 617,925	$ 428,462	$ 26,039	$ 10,382
Receivables				
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Inventories	-	-	-	-
Prepaid Expenses	-	-	-	-
Building and Improvement	-	-	-	-
Machinery & Equipment	-	-	-	-
Accum. Depreciation	-	-	-	-
Total Assets	$ 617,925	$ 428,462	$ 26,039	$ 10,382
LIABILITIES AND FUND EQUITY				
Liabilities:				
Account Payable	$1,024,901	$ 38,715	$ 4,006	$ -
Contracts Payable	-	-	-	
Accrued Payroll	-	54,847	3,290	-
Deferred Revenue	-	-	-	-
Due to Other Funds	-	21,575	-	-
Total Liabilities	1,024,901	115,137	7,296	-0-
Fund Equity:				
Appropriated Working Cap.	-	-	-	-
Retained Earnings	(406,976)	313,323	18,744	10,382
Total Fund Equity	(406,976)	313,323	18,744	10,382
TOTAL LIABILITY AND FUND EQUITY	$ 617,925	$ 428,460	$ 26,040	$ 10,382

STATE OF UTAH
SUPPLEMENTARY STATEMENT I (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEETS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	WILDLIFE RESOURCES WHSE & SRV.	AGRICULT. RANGELAND DEVELOP.	STATE SYSTEMS CENTER	INT. SERV. FUNDS RECLASS	INT. SERV. FUNDS TOTAL
ASSETS					
Equity in Investment Pool	$ 692,356	$ 205,489	$(2,793,765)	$ -	$ (2,850,288)
Receivables					
Accounts Receivable	-	7,161	413,903	-	718,581
Due from Other Funds	120,163	-	481,955	(86,217)	2,109,400
Inventories	317,223	-	35,260	-	1,207,976
Prepaid Expenses	-	-	-	-	106,330
Building and Improvement	-	-	541,571	-	959,493
Machinery & Equipment	2,321,887	-	5,759,833	-	11,837,715
Accum. Depreciation	(375,932)	-	(2,445,299)	-	(3,882,771)
Total Assets	$ 3,075,697	$ 212,650	$ 1,993,458	$(86,217)	$ 10,206,436
LIABILITIES AND FUND EQUITY					
Liabilities:					
Account Payable	$ 92,335	$ -	$ 526,667	$ -	$ 2,819,811
Contracts Payable	-	-	667,902	-	1,053,853
Accrued Payroll	-	-	125,899	-	312,530
Deferred Revenue	-	-	121	-	271,053
Due to Other Funds	-	134	-	(86,217)	-0-
Total Liabilities	92,335	134	1,320,589	(86,217)	4,457,247
Fund Equity:					
Appropriated Working Cap.	-	-	200,000	-	473,567
Retained Earnings	2,983,361	212,516	472,869	-	5,275,622
Total Fund Equity	2,983,361	212,516	672,869	-0-	5,749,189
TOTAL LIABILITY AND FUND EQUITY	$ 3,075,696	$ 212,650	$ 1,993,458	$(86,217)	$ 10,206,436

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STATE OF UTAH
SUPPLEMENTARY STATEMENT II
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	CENTRAL MAILING	CENTRAL STORES	PERSONNEL	MOTOR POOL/ SERVICE
Service and Handling Charges	$ 486,687	$ 1,190,281	$ 701,187	$ 1,173,953
Expenses:				
Personal Services	38,877	92,737	626,514	155,404
Materials	437,683	1,120,959	-	165,266
Communications	318	1,406	13,933	1,865
Contractual Fees	-	-	712	-
Rentals	745	768	-	-
Freight and Drayage	195	-	115	-
Data Processing	181	39,328	29,026	-
Motor Vehicle Maintenance	-	-	-	533,105
Building and Grounds Maintenance	15	45	45	1,615
Other Equipment Maintenance	979	114	1,205	696
Postage and Mailing	-	278	5,212	118
Printing and Photocopy	41	510	22,443	1,679
Office Supplies	800	2,612	2,118	2,520
Utilities	-	-	-	-
Interest	-	-	-	-
Farm Supplies	-	-	-	-
Depreciation	968	1,695	5,980	432,408
Miscellaneous Other:				
Transportation	287	29	4,149	-
Professional and Technical	1,264	2,762	8,223	10,061
Insurance and Bonds	3	6	37	238
Clothing and Uniforms	-	-	152	3,334
Conventions and Dues	-	-	5,717	-
Unclassified Other	30	60	506	1,080
Taxes	-	-	-	-
Total Expenses	482,386	1,263,309	726,087	1,309,389
Net Operating Income (Loss)	4,301	(73,028)	(24,900)	(135,436)
Gain (Loss) on Sale of Fixed Assets	-	89	-	(15,966)
Federal Support	-	-	23,073	-
Contributions	-	-	-	-
Net Income (Loss)	4,301	(72,939)	(1,827)	(151,402)
Retained Earnings June 30, 1979	44,365	138,382	8,020	1,238,249
Prior Years Adjustments	(35,000)	(75,000)	-	-
Retained Earnings June 30, 1980	$ 13,666	$ (9,557)	$ 6,193	$ 1,086,847

(Continued)

STATE OF UTAH
SUPPLEMENTARY STATEMENT II (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	SURPLUS PROPERTY	CENTRAL PRINTING	COMMUNI-CATIONS	LIBRARY REVOLVING
Service and Handling Charges	$ 253,703	$ 275,816	$ 2,406,260	$ 657,183
Expenses:				
Personal Services	164,502	122,012	81,751	-
Materials	-	83,462	-	705,545
Communications	3,767	1,867	2,346,515	-
Contractual Fees	4,435	-	-	-
Rentals	213	-	-	-
Freight and Drayage	251	-	-	-
Data Processing	17,922		22,027	-
Motor Vehicle Maintenance	9,036	-	-	-
Building and Grounds Maintenance	4,387	45	45	-
Other Equipment Maintenance	1,859	9,147	62	-
Postage and Mailing	3,637	7	133	-
Printing and Photocopy	1,098	7,644	2,977	-
Office Supplies	3,969	707	714	4,858
Utilities	8,796	-	-	-
Interest	8,245	4,486	-	-
Farm Supplies	-	-	-	-
Depreciation	8,990	23,401	171	-
Miscellaneous Other:				
Transportation	5,794	326	12	-
Professional and Technical	3,814	2,894	3,611	-
Insurance and Bonds	1,204	-	4	-
Clothing and Uniforms	82	205	-	-
Conventions and Dues	380	111	-	-
Unclassified Other	64	494	174	18
Taxes	-	-	-	-
Total Expenses	252,445	256,808	2,458,196	710,421
Net Operating Income (Loss)	1,258	19,008	(51,936)	(53,238)
Gain (Loss) on Sale of Fixed Assets	58	3,654	-	-
Federal Support	-	-	-	-
Contributions	-	-	-	-
Net Income (Loss)	1,316	22,662	(51,936)	(53,238)
Retained Earnings June 30, 1979	1,023	84,169	117,783	(56,263)
Prior Years Adjustments	-	(75,491)	-	-
Retained Earnings June 30, 1980	$ 2,338	$ 31,339	$ 65,847	$(109,501)

STATE OF UTAH
SUPPLEMENTARY STATEMENT II (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	COMM. AFF. HSNG. DEV.	DEPT. OF SOC. SERV. INT. SERV.	DEPT. OF SOC. SERV. PRISON R.	DEPT. OF SOC. SERV. AGRI. SERV.
Service and Handling Charges	$ 18,000	$ 2,723,445	$ 1,677,678	$ -0-
Expenses:				
Personal Services	-	950,586	600,012	-
Materials	-	139,249	868,064	-
Communications	-	722	799	-
Contractual Fees	-	24,841	-	-
Rentals	-	947,824	3,903	-
Freight and Drayage	-	1,651	1,346	-
Data Processing	-	250,755	-	-
Motor Vehicle Maintenance	-	1,795	10,125	-
Building and Grounds Maintenance	-	79,246	30,260	-
Other Equipment Maintenance	-	64,098	51,263	-
Postage and Mailing	-	3	-	-
Printing and Photocopy	-	21,324	1,766	-
Office Supplies	-	1,403	12,993	-
Utilities	-	134,223	-	-
Interest	-	3,091	-	-
Farm Supplies	-	-	192,462	-
Depreciation	-	16,218	42,422	-
Miscellaneous Other:				
Transportation	-	626	1,898	-
Professional and Technical	-	800	19,991	-
Insurance and Bonds	-	7,256	-	-
Clothing and Uniforms	-	8,114	2,197	-
Conventions and Dues	-	-	23	-
Unclassified Other	-	1,721	78,821	-
Taxes	-	58,944	-	-
Total Expenses	-0-	2,714,490	1,918,345	-0-
Net Operating Income (Loss)	18,000	8,955	(240,667)	-0-
Gain (Loss) on Sale of Fixed Assets	-	6,211	-	-
Federal Support	-	-	-	-
Contributions	-	-	-	-
Net Income (Loss)	18,000	15,166	(240,667)	-0-
Retained Earnings June 30, 1979	10,000	146,511	206,090	(52,181)
Prior Years Adjustments	-	3,629	477,683	-
Retained Earnings June 30, 1980	$ 28,000	$ 165,306	$ 443,106	$(52,181)

STATE OF UTAH
SUPPLEMENTARY STATEMENT II (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	BD OF ED SKILLS CENTERS	BD OF ED OFFICE OF SUPRT.	BD OF ED ADULT BLIND	BD OF ED OGDEN WORKSHOP
Service and Handling Charges	$ 2,140,625	$ 1,533,698	$ 181,873	$ 877
Expenses:				
Personal Services	-	1,294,112	94,786	-
Materials	-	74,049	119,258	1,262
Communications	-	-	-	-
Contractual Fees	-	27,754	-	-
Rentals	-	127,360	-	-
Freight and Drayage	-	-	-	-
Data Processing	-	99,441	-	-
Motor Vehicle Maintenance	-	1,516	-	-
Building and Grounds Maintenance	-	5,425	-	-
Other Equipment Maintenance	-	15,074	-	-
Postage and Mailing	-	85,091	-	-
Printing and Photocopy	-	34,375	-	-
Office Supplies	-	59,893	-	-
Utilities	-	11,995	-	-
Interest	-	-	-	-
Farm Supplies	-	-	-	-
Depreciation	-	-	-	-
Miscellaneous Other				
Transportation	-	15,852	-	-
Professional and Technical	-	4,471	-	-
Insurance and Bonds	-	199	-	-
Clothing and Uniforms	-	1,366	-	-
Conventions and Dues	-	5,976	-	-
Unclassified Other	1,980,407	39,168	422	-
Taxes	-	-	-	-
Total Expenses	1,980,407	1,903,117	214,466	1,262
Net Operating Income (Loss)	160,218	(369,419)	(32,593)	(385)
Gain (Loss) on Sale of Fixed Assets	-	-	-	-
Federal Support	-	231,978	25,000	-
Contributions	-	-	-	-
Net Income (Loss)	160,218	(137,441)	(7,593)	(385)
Retained Earnings June 30, 1979	(567,193)	356,747	26,336	10,767
Prior Years Adjustments	-	194,017	-	-
Retained Earnings June 30, 1980	$ (406,976)	$ 313,323	$ 18,744	$ 10,382

STATE OF UTAH
SUPPLEMENTARY STATEMENT II (CONTINUED)
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1980
(Expressed in Dollars)

	WILDLIFE RESOURCES WHSE & SRV.	AGRICULT. RANGELAND DEVELOP.	STATE SYSTEMS CENTER	INT. SERV. FUNDS TOTAL
Service and Handling Charges	$ 1,954,605	$ 679,632	$ 5,745,710	$ 23,801,213
Expenses:				
Personal Services	14	-	2,757,696	6,979,003
Materials	610,404	-	-	4,325,201
Communications	362	-	251,270	2,622,824
Contractual Fees	-	-	-	57,742
Rentals	18,373	-	332,023	1,431,209
Freight and Drayage	69	-	-	3,627
Data Processing	621	-	319,696	778,997
Motor Vehicle Maintenance	436,995	134	-	992,706
Building and Grounds Maintenance	27,586	-	-	148,714
Other Equipment Maintenance	78,597	-	485,217	708,311
Postage and Mailing	84,296	-	-	178,775
Printing and Photocopy	41,060	-	-	134,917
Office Supplies	3,706	-	173,003	269,296
Utilities	26,663	-	67,000	248,677
Interest	-	-	196,821	212,643
Farm Supplies	3,481	-	-	195,943
Depreciation	375,932	-	954,137	1,862,322
Miscellaneous Other				
Transportation	17	-	28,208	57,198
Professional and Technical	1,200	-	-	59,091
Insurance and Bonds	7,905	-	-	16,852
Clothing and Uniforms	7,861	-	-	23,311
Conventions and Dues	-	-	-	12,207
Unclassified Other	5,742	746,402	128,762	2,983,871
Taxes	-	-	-	58,944
Total Expenses	1,730,884	746,536	5,693,833	24,362,381
Net Operating Income (Loss)	223,721	(66,904)	51,877	(561,168)
Gain (Loss) on Sale of Fixed Assets	-	-	-	(5,954)
Federal Support	-	-	-	255,051
Contributions	-	-	-	25,000
Net Income (Loss)	223,721	(66,904)	51,877	(287,071)
Retained Earnings June 30, 1979	250,979	279,420	403,675	2,546,878
Prior Years Adjustments	2,508,662	-	17,317	3,015,817
Retained Earnings June 30, 1980	$ 2,983,361	$ 212,516	$ 472,869	$ 5,275,624

STATE OF UTAH
SUPPLEMENTARY STATEMENT III
TRUST AND AGENCY FUNDS
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1980

DEPARTMENT (FUND CUSTODIAN) DESCRIPTION	FUND BALANCES JUNE 30, 1979	CASH RECEIPTS	DISBURSEMENTS	FUND BALANCES JUNE 30, 1980
SEC. OF STATE/LT. GOVERNOR				
Election Filing Fees	$ 7,802	$ 15,082	$ -0-	$ 22,884
Collection Agency Cash Bond	5,000	-0-	21,687	(16,687)
ATTORNEY GENERAL				
Antitrust Suspense	25,882	4,682	-0-	30,564
STATE AUDITOR				
Forest Reserve Fed.	-0-	917,949	917,949	-0-
Suspense	216	-0-	216	-0-
Local Govt. Computer Service	44,692	57,728	52,848	49,572
Warrant Suspense	-0-	-0-	87,559	(87,559)
STATE TREASURER				
Suspense	823	224,436	57,009	168,250
Unclaimed Property	54,627	639,317	526,167	167,777
Higher Education Fines	(107,310)	142,875	35,538	27
Election Campaign	153	126,824	118,182	8,795
DEPARTMENT OF FINANCE				
Federal Withholding	(2,079)	24,503,212	24,497,667	3,466
Savings Bonds	81,757	662,149	743,906	-0-
Social Security Agency	13,485	111,978,493	111,991,978	-0-
Social Security Suspense	4,996,338	20,593,008	25,571,140	18,206
State Witholding	957	6,417,726	6,418,683	-0-
Insurance Property Reserve	439,751	517,394	416,952	590,193
Social Security Reserve	-0-	20,000	-0-	20,000
Federal Revenue Sharing	-0-	14,044,939	14,044,939	-0-
Surplus Property Sales Tax	-0-	859	-0-	859
Auto Forfeiture Suspense	10,400	-0-	-0-	10,400
Suspense	12,503	331,248	315,442	28,309
STATE TAX COMMISSION				
Car & Bus Co. Tax	557,554	904,649	928,673	533,530
Reflectorized Plate Fees	1,080,786	348,959	660,023	769,722
Sales Tax Cash Bonds	13,533	198	-0-	13,731
Special Fuel and Mileage Fee Cash Bonds	114,834	660	17,675	97,819
Suspense	221,766	123,284	142,704	202,346
Uniform Local Sales Tax	504,860	63,171,635	62,961,447	715,048
Transient Room Tax	2,074	2,382,063	2,378,823	5,314
Witholding Tax Cash Bonds	1,000	-0-	-0-	1,000
Protested Funds	947,062	653,524	-0-	1,600,586
Ad Valorem Tax Cash Bonds	60,004	183,495	243,399	100
Local Transit Authority	108,289	14,369,735	14,329,340	148,684

(Continued)

STATE OF UTAH
SUPPLEMENTARY STATEMENT III (CONTINUED)
TRUST AND AGENCY FUNDS
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1980

DEPARTMENT (FUND CUSTODIAN) DESCRIPTION	FUND BALANCES JUNE 30, 1979	CASH RECEIPTS	DISBURSE-MENTS	FUND BALANCES JUNE 30, 1980
BUILDING BOARD				
Rental and Parking Collections	55,086	22,820	-0-	77,906
Suspense	1,002	-0-	1,002	-0-
PUBLIC SAFETY				
Financial Responsibility Deposits	53,133	35,063	46,102	42,094
SOCIAL SERVICES				
Adult Probation Fines and Restitution - North	25,099	77,069	101,870	298
Adult Probation Fines and Restitution - South	253	-0-	-0-	253
Adult Probation Fines and Restitution - Central	29,072	54,634	83,706	-0-
Hospital Medical Facilities	-0-	72,009	72,009	-0-
Medical Examiner	-0-	145	145	-0-
NATURAL RESOURCES				
Land Aquisition	(21,945)	24,420	25,562	(23,087)
Land Board Suspense	906,616	3,306,545	3,235,467	977,694
Island Ranch Purchase	300	-0-	300	-0-
State Engineer Suspense	11,674	16,700	12,322	16,052
U.S. Geological Survey Coop	-0-	148,364	148,364	-0-
BUSINESS REGULATIONS				
Real Estate Education/Research	223,302	107,018	74,000	256,320
AGRICULTURE				
Taylor Grazing Act	331	177,918	177,918	331
INDUSTRIAL COMMISSION				
Combined Injury Benefit	5,767,231	3,130,591	1,010,125	7,887,697
COMMUNITY AND ECONOMIC DEVELOPMENT				
Historical Society	1,668	76	-0-	1,744
Indian Affairs Commission	53,796	2,811,231	3,977,704	(1,112,677)
TRANSPORATION				
Collector Road	16	-0-	-0-	16
B & C Road	(1,375)	-0-	-0-	(1,375)
Aeronautics - Airport Trust	83,103	-0-	-0-	83,103
Van Pooling Trust	-0-	354,612	148,454	206,158

STATE OF UTAH
SUPPLEMENTARY STATEMENT III (CONTINUED)
TRUST AND AGENCY FUNDS
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1980

DEPARTMENT (FUND CUSTODIAN) DESCRIPTION	FUND BALANCES JUNE 30, 1979	CASH RECEIPTS	DISBURSEMENTS	FUND BALANCES JUNE 30, 1980
BOARD OF EDUCATION				
Endowment - School for Adult Blind	162,631	5,498	25,000	143,129
Business Enterprise - Blind	77,988	65,000	16,883	126,105
Business Enterprise - Disabled	604	-0-	604	-0-
RETIREMENT SYSTEM				
Retirement Revolving	149,968	1,255,244	1,404,879	333
STATE LANDS REVOLVING				
Reclamation - Carey Act - Federal	2,040	13,673	1,115	14,598
Miners Hospital Land Principal	1,347	41,416	5,178	37,585
Utah State Univ. Land Principal	191	143,120	37,627	105,684
Deaf School Land Principal	544	67,940	13,124	55,360
Blind School Land Principal	713	53,994	14,732	39,980
Normal School Land Principal	977	100,533	36,521	64,989
Public Building Land Principal	40	16,815	1,694	15,161
Reservoir Land Principal	280	8,159	386	8,053
School Land Principal	157,390	6,103,188	5,152,294	1,108,284
School of Mines Land Principal	571	81,454	11,752	70,273
Youth Development Center Land Principal	-0-	92,290	22,357	69,933
University of Utah Land Principal	1,322	136,273	29,021	108,574
State Hospital Land Principal	-0-	118,405	27,485	90,920
TOTAL	$ 16,991,732	$281,978,340	$283,395,648	$15,574,424